

ANNUAL REPORT

2015



GSP
FINANCE
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GSP FINANCE COMPANY (BANGLADESH) LIMITED

ANNUAL
REPORT 2015

GSP FINANCE COMPANY (BANGLADESH) LIMITED

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Letter of Transmittal

All Shareholders
Bangladesh Bank
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Subject: Annual Report for the year ended December 31, 2015

Dear Sir (s):

On behalf of the Board of Directors of GSP Finance Company (Bangladesh) Limited, the undersigned is pleased to present a copy of the Annual Report for the year ended December 31, 2015 together with the audited Financial Statements including consolidated and separate Balance Sheet, Income Statement, Cash Flow Statement, Statement of Changes in Equity for the year ended December 31, 2015 and along with notes thereon for your kind perusal and record.

Thanking you,

Sincerely yours,



Md. Mizanur Rahman
Company Secretary

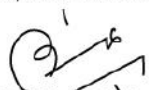
Date: April 04, 2016

Notice of The 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting of the shareholders of GSP Finance Company (Bangladesh) Limited will be held on Sunday, May 15, 2016 at 11.00 a.m. at the 'Trust Milonayaton', 545 Old Airport Road, Dhaka cantonment, Dhaka to transact the following business:

- 01 To receive and adopt the Directors' Report to the Shareholders, Auditors' Report and Audited Financial Statements for the year ended December 31, 2015.
- 02 To declare Dividend for the year ended December 31, 2015.
- 03 To elect Directors in place of those who shall retire by rotation in accordance with the provision of Articles of Association of the Company and to appoint Director & Independent Directors of the Company
- 04 To appoint Auditors of the Company until the conclusion of the next Annual General Meeting (AGM) and to fix their remuneration.

By order of the Board



Md. Mizanur Rahman
Company Secretary

Dated: April 04, 2016

Notes:

- 01 The Record Date is April 26, 2016.
- 02 The Shareholders whose name will appear in the Share Register of the Company and in the Depository Register on the date will be eligible to attend the 21st Annual General Meeting and qualify for the dividend to be declared at the Annual General Meeting.
- 03 A shareholder eligible to attend and vote at the Annual General Meeting (AGM) may appoint a proxy to attend and vote in his/her place by filling Proxy Form. The Proxy Form must be affixed with a revenue stamp of Tk.20/- and submitted to the Registered Office of the Company not later than 48 hours before the day of the Annual General Meeting.
- 04 Members are requested to update their respective BO Accounts with 12 digit Tax Payer's Identification Number (TIN), Bank Account, mailing address and contact number through their respective Depository Participant (DP) before the Record Date; Advance Income Tax (AIT) @ 15% (instead of 10%) will be deducted from eligible cash dividend, if anyone fails to update his/her BO Account with the 12 digit TIN before the Record Date.
- 05 Shareholders' attendance counter will open at 7.00 a.m. and to be continued till 11.00 a.m.

N.B: Members may please note that no gift or benefits in cash or kind shall be given at the AGM

VISION

To be a premier financial institution in Bangladesh with strong commitment to the development of the society and the national economy.

MISSION

- High quality financial services with state of the art technology.
- Working closely with our clients.
- Maximizing return on equity.
- Maintaining a high standard of professional ethics.
- Securing a sustainable growth strategy.

STRATEGIC OBJECTIVES

- Create high quality investment portfolio.
- Strengthening our position in capital market operation.
- Continuous diversification for maximization of shareholders' value.
- Maintain long-term business relationship with our clients.
- Retaining most dynamic people with good aptitude.
- Responding quickly to new opportunities.
- Balanced diversification of funding sources.
- Strengthening corporate governance practices.

CORE VALUES

- Integrity
- Commitment
- Transparency
- Service Excellence
- Business Ethics
- Teamwork
- Prudent risk taking
- Clients Focus
- Friendly Environment
- Equal opportunity
- Trust & Respect

THE COMPANY AT A GLANCE

GSP Finance Company (Bangladesh) Limited is a Financial Institution (FI) incorporated in Bangladesh on October 29, 1995 as a public limited company under the Companies Act 1994. The Company received its certificate of commencement of business on January 14, 1996 and its license on March 04, 1996 as required under Section 4(1) of the Financial Institutions Act 1993. The Company went into commercial operation on April 17, 1996. The Company also got a separate license from Bangladesh Securities and Exchange Commission on August 24, 1999 for working as a Merchant Bank. GSP Finance Company (Bangladesh) Limited was listed with Chittagong and Dhaka Stock Exchanges on March 14, 2012 and March 28, 2012 respectively.

GSP INVESTMENTS LIMITED

(A Subsidiary of GSP Finance Company (Bangladesh) Limited)

Pursuant to the requirement of Bangladesh Securities and Exchange Commission, GSP Finance Company (Bangladesh) Limited formed a subsidiary in the name of " GSP Investments Limited " with a view to separate its Merchant Banking operation which was approved by Bangladesh Securities and Exchange Commission vide their letter no. SEC/Reg./MB/SUB-16/2011/113 dated August 14, 2014. GSP Investments Limited duly incorporated with the RJSC, Dhaka as a private limited company with an authorized and paid up capital of Tk. 500 million and Tk. 250 million respectively.

PRODUCTS AND SERVICES

Financial segments

Lease Finance
Term Finance
Working Capital Finance
Bridge/ Equity Finance
Syndication Finance
SME Finance

Deposit schemes

Monthly income deposit
Quarterly income deposit
Half yearly income deposit
Double income deposit

GSP Investments Limited

(A Subsidiary of GSP Finance Company (Bangladesh) Limited)

Issue Management
Underwriting
Portfolio Management
Margin Loan
Advisory Services on securities
Securities Trading Services

CORPORATE INFORMATION

Registered Name of the Company

GSP Finance Company (Bangladesh) Limited

Legal Form

A public limited company incorporated in Bangladesh on October 29, 1995 under the Companies Act 1994. The Company licensed as Financial Institution under Financial Institutions Act 1993 on March 04, 1996 and also got a separate license from Bangladesh Securities and Exchange Commission on August 24, 1999 for working as a Merchant Bank. The Company was listed with Dhaka and Chittagong Stock Exchanges in 2012.

Company Registration No.

C-29591 (879) / 95

Bangladesh Bank License No.

আইসিবি(অ-ব্যাংকিং)বিভাগ/ঢাকা/১০/৯৬

GSP Investments Limited - License No.

(A Subsidiary of GSPB)
MB- 88/2014

Registered Office

1, Paribagh, Mymensingh Road,
Dhaka-1000, Bangladesh.
Tel: +880-2-9674306, 9674425 (Auto Hunting)
Fax: +880-2-9674194

Website

www.gspfinance.com

Legal Advisor

Chowdhurys & Hyders
Barristers, Advocates and Consultants
Room No. 6/B, Meherba Plaza (6th floor)
33, Topkhana Road, Dhaka-1000.

Tax Adviser

Adil & Associates
Advocates & Tax Consultants
50, Purana Paltan Line (2nd floor)
Dhaka-1000.

Auditors

Kazi Zahir Khan & Co.
Chartered Accountants
67/4, Kakrail (Pioneer Road)
Dhaka - 1000.

Membership

Bangladesh Leasing & Finance Companies Association (BLFCA)
Bangladesh Association of Publicly Listed Companies (BAPLC)
Bangladesh Merchant Bankers Association (BMBA)
Foreign Investors Chamber of Commerce & Industry (FICCI)

Principal Bankers

BASIC Bank Ltd.
Commercial Bank of Ceylon PLC
Dutch- Bangla Bank Ltd.
Prime Bank Ltd..
Mutual Trust Bank Ltd.
Shahjalal Islami Bank Ltd.
Standard Bank Ltd.

Stock Brokers

Multi Securities & Services Limited
Haji Ahmed Brothers & Securities Ltd.

Chairman

Mr. Feroz U. Haider

Managing Director & CEO

Mr. Md. Nazrul Hossain

Company Secretary

Mr. Md. Mizanur Rahman

BOARD OF DIRECTORS

Chairman

Mr. Feroz U. Haider

Directors

Mr. Saber Hossain Chowdhury

Nominated by Karnaphuli Industries Limited

Mr. Wolf -Peter Berthold

Mr. Moin U. Haider

Mr. Wajid Ali Khan Panni

Nominated by Amber Hill Global Resources Limited

Ms. Silwat A. Haider

Mr. Mohamed Abdul Jalil

Nominated by Tai Ping Asian Investment Limited

Dr. ATM Shamsul Huda

Independent Director

Col. M. Nurul Islam Psc.(Retd.)

Independent Director

Managing Director & CEO

Mr. Md. Nazrul Hossain

BRIEF PROFILE OF THE DIRECTORS



Mr. Feroz U. Haider
Chairman

Mr. Feroz U. Haider is a renowned international banker with experience in very senior positions in financial institutions in South East Asia. He started his banking career in 1967 with United Bank Limited (now Janata Bank) after his graduation and worked till 1975. From 1976 to 1978 he was the General Manager of Gulf Finance Company Limited, Hong Kong. In 1979 and 1980 he was the Manager, Operations, of American Express Bank Limited, Bangladesh. From 1981, he was the Managing Director of GSP Finance Company Limited, Hong Kong and GSP International Limited, Vanuatu. From 1989 to 1996 he was the Chairman of GSP International Limited, Vanuatu and President of Thai Prasit Insurance Company Limited, Hong Kong (now Mittare Insurance Co. Ltd.). From the date of incorporation (October 29, 1995) of GSP Finance Company (Bangladesh) Limited, he served as Chairman and Managing Director of the Company and at present he is serving as Chairman.



Mr. Saber Hossain Chowdhury
Director
Nominated by Karnaphuli Industries Limited

Mr. Saber Hossain Chowdhury is a Director of GSP Finance Company (Bangladesh) limited representing Karnaphuli Industries Limited. He was elected as Member of 7th Jatio Sangsad (National Assembly) and again he elected as Member of 9th and 10th Jatio Sangsad. He served as Deputy Minister of Shipping from December 1996 to March 1998 and thereafter as Deputy Minister of Local Government & Rural Development (LGRD) till July 2001. He was also a Member of the Parliamentary Committee for the Ministry of Sports and Cultural Affairs for the term of 1996-2001. He is the 28th president of the Inter-parliamentary Union (IPU). During his tenure as the Member of the Parliament and also as the Deputy Minister, he was widely acclaimed as having acted with honesty and integrity, thereby holding high image of his constitutional positions. He is also the Managing Director of Karnaphuli Group of Companies. Mr. Chowdhury holds Bachelor degree of Political Science and Economics from London University and LL.B in Westminster University, London.



Mr. Wolf-Peter Berthold
Director

Mr. Berthold, a native German, has been living in Hong Kong since 1977. He established an investment firm, Deutsche Asiatische Beteiligungsgesellschaft (DBA) Ltd. in 1996. As Chairman/CEO of DBA Ltd. He oversees the firm's investment activities, including but not limited to Private Equity investments. Prior to establishing his own business, he worked for several major German Banks in Hong Kong as the head of private banking and portfolio management (AUM exceeding 1 bn USD) with regional responsibility. He is the Chairman of Sino Investment Management Services Ltd. (SIMS) and CEO/ Chairman of Helicon Enterprises Co. Ltd, a property investment company. Mr. Berthold serves as an independent director /advisor on various boards and investment committees. He is an honorary member of the Hong Kong Association of Financial Advisors (FHKFA) and a licensed representative (RA6) of the HK SFC. Mr. Berthold holds a degree in business administration and economics (Diploma Kaufmann) from the University of Mannheim, Germany.



Mr. Moin U. Haider

Director

Mr. Moin U. Haider has been a shareholder of the Company since 2000 and became a Director in 2005. Since 2005 he has been actively guiding our team in the areas of Credit & Marketing, Public Relations, Information Technology and Merchant Banking. He is a graduate in Business-Economics from Lewis & Clark College, Portland, Oregon, USA in 2003 and has an Associate of Occupational Studies Degree in Automotive Technology from Universal Technical Institute, Phoenix, Arizona, USA in 2004. Mr. Haider has also obtained the Canadian Securities Certification from Canadian Securities Institute, Toronto, Canada.



Mr. Wajid Ali Khan Panni

Nominated by Amber Hill Global Resources Limited

Mr. Wajid Ali Khan Panni is a nominee Director of GSP Finance Company (Bangladesh) Limited representing Amber Hill Global Resources Ltd. Mr. Panni was born in 1944. He studied in Darjeeling, India, then Aitchison College and F.C College in Lahore. Mr. Panni was a founder Trustee of Education, Science, Technology and Cultural Development Trust (ESTD) and a member of the Governing Council of Independent University Bangladesh (IUB). He was the first Vice president (Finance and Administration) Mutwali, Wajid Ali Khan Panni Waqf Estate, Karatia, Tangail. He was elected to parliament as an Independent Candidate in 1986, Deputy Foreign Minister from 1986 to 1988. Chairman District Council, Tangail from 1988 to 1990. He was High Commissioner of Bangladesh to Malaysia from March 1997 to December 1999. Mr. Panni is presently actively involved in IUB and the the trust which he is a member and a Share holder/ Director of Shapla Technologies Ltd.



Ms. Silwat A. Haider

Director

Ms. Silwat A. Haider Director of GSP Finance Company (Bangladesh) Limited served as a Management Consultant with AEA Consulting London, UK from 2001 to 2003. Between 2003 to 2005 she served with Arts Council England, London, UK as a Capital Projects Officer. Ms. Haider also served as Grants Manager for Capital Projects with Big Lottery Fund London, UK; European Social Fund (ESF) Programme Coordinator with Learning and Skills Council (LSC) London, UK and Project Manager with Mouchel, Management Consultancy, London, UK. At present she is working as a Project Director of Natural History Museum, London, UK. During her long tenure, she has worked in various areas of Arts, Culture & Economics. Ms. Haider holds a B. Sc. (Econ) International History (Hons) from London School of Economics & Political science, University of London and a M. A. in Art History and Archeology from the School of Oriental and African Studies, University of London. She is also a qualified PRINCE 2 Practitioner and MSP Practitioner.



Mr. Mohamed Abdul Jalil

Director

Nominated by Tai Ping Asian Investment Limited

Mr. Mohamed Abdul Jalil is a Director of GSP Finance Company (Bangladesh) Limited representing Tai Ping Asian Investment Limited. Mr. Jalil was a senior civil servant in the Government Sector. He was a Member (Taxes) Ex-officio Additional Secretary, NBR. He was involved in preparation of National Budget and Budgetary Policy and Taxation Policy. He also served as Director Finance of Petrobangla and Member Finance of BTTB. He also represented Government of Bangladesh as Director in the Board of Directors of Jamuna Oil Company Limited and National Tubes Ltd. He was General Secretary of Officers Club, Dhaka for four years and held other positions of Officers Club for twenty five years. Meanwhile, he involved himself in various social activities. Mr. Jalil got Gold Medal for Education and Social Welfare from Bangladesh Jatiyo Shahyto Sangshad - 1993 and got another Gold Medal for Education and Social Welfare, Sher-e-Bangla Jatiyo Shishu Academy 1997. Mr. Jalil holds B.A (Hons) and M.A in (Economics) and LL.B from the University of Dhaka. He was a Director of Telephone Shilpa Sangstha and Bangladesh Cable Factory. Presently, he is Chairman of Bangladesh Unnayan Parishad, a research organization.



Dr. ATM Shamsul Huda

Independent Director

Dr. ATM Shamsul Huda was born in 1943. He obtained his B.A (Honors) and M.A in History from the University of Dhaka and he stood 1st class 1st position in both the examination. He also earned Masters in Public Administration and PhD from Syracuse University, New York, USA in 1975 and 1979 respectively. He started his career as a teacher of the University of Dhaka in the department of History and later joined the Civil Service of Pakistan (CSP) in 1966. Prior to Independence of Bangladesh he worked extensively at field levels in both East and West Pakistan.

During his 34 years of long service with the Government, has held such positions as Member, Public Administration Training center; Chairman, Bangladesh Water Development Board; Managing Director, Bangladesh Agricultural Development Bank; Secretary, Banking Division, Ministry of Finance and Secretary, Ministry of Water Resources. He retired from Government service in 2000.

He was appointed as Chief Election Commissioner on February 05, 2007 for tenure of 5 years. He retired as CEC on 5th of February, 2012.



Col. M. Nurul Islam Psc. (Retd.)

Independent Director

Col. M. Nurul Islam Psc. (Retd.) joined GSP Finance Company (Bangladesh) Limited in February 2000 as an Executive Director and recently he is appointed as an Independent Director of the Company. Prior to joining GSP Finance Company (Bangladesh) Limited, he ran his own business in export, import and trading. He started his Army career as a commissioned officer in 1969 in the Pakistan Army and retired as a Colonel in 1996. Col. Islam has received extensive training in the armed forces, including attending different military courses in Australia (1978), USA (1988) and China (1989). Col. Islam graduated from the Staff College in 1982.



Mr. Md. Nazrul Hossain

Managing Director & CEO

Mr. Md. Nazrul Hossain has joined GSP Finance Company (Bangladesh) Limited as Managing Director & CEO on July 08, 2015. Prior to his joining he was the Deputy Managing Director of Meghna Bank Limited from May 2013 to July 2015. Before that he was Senior Executive Vice President in Mercantile Bank Limited where he worked from January 2004 to May 2013. He worked there as Head of Dhanmondi Branch & Gulshan Branch and also as Head of Credit Risk Management Division & other Divisions at Head Office.

He started his banking career in 1983 with IFIC Bank Limited. He has 32 years of long and diversified banking experience in different Banks. Mr. Hossain obtained Masters in Management from University of Dhaka. He attended a number of workshop & seminars at home and abroad.

COMMITTEES OF THE BOARD & MANAGEMENT

Executive Committee

Chairman

Mr. Feroz U. Haider

Members

Mr. Saber Hossain Chowdhury
Mr. Wolf-Peter Berthold
Col. M. Nurul Islam Psc. (Retd.)

Audit Committee

Chairman

Col. M. Nurul Islam Psc. (Retd.)

Members

Mr. Saber Hossain Chowdhury
Dr. ATM Shamsul Huda
Mr. Mohamed Abdul Jalil
Mr. Moin U. Haider

Management Committee (MANCOM)

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mahbub Alam
Mr. Sazzad Hossain
Mr. Mehedi Hasan

Asset-Liability Management Committee (ALCO)

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mahbub Alam

Anti Money Laundering Compliance Committee

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Ms. Zeenat Alam
Mr. Mahbub Alam
Mr. Sazzad Hossain
Mr. Saiful Islam

Credit Committee

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mehedi Hasan

BASEL Implementation Committee

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Mahbub Alam
Mr. Mehedi Hassan
Mr. Wahidul Islam

Risk Management Forum

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mahbub Alam
Mr. Sazzad Hossain
Mr. Mehedi Hasan

Integrity Committee

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Mizanur Rahman
Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mahbub Alam
Mr. Ramzan Hossain

Green Banking Unit Members

Chairman

Mr. Md. Nazrul Hossain

Members

Mr. Syed Sharif Zamal
Ms. Zeenat Alam
Mr. Mehedi Hasan
Mr. Saifur Rahman Bhuiyan
Mr. Wahidul Islam

CAPITAL AND SHAREHOLDING STRUCTURE

	Amount in Taka	
	2015	2014
Share Capital		
Authorized share capital		
200,000,000 ordinary shares of Tk. 10 each	2,000,000,000	2,000,000,000
Issued, Subscribed and Paid up Capital		
104,632,695 ordinary shares of Tk. 10 each	1,046,326,950	675,049,650

	% of share holding 2015	Amount in Taka	
		2015	2014

A. Foreign Shareholders

Institutions:

Tai Ping Asian Investment Limited
Amber Hill Global Resources Ltd,
Interfox Holdings Limited

10.42%	108,979,210	70,309,170
7.65%	80,032,790	51,634,070
---	---	3,378,720
3.59%	37,521,670	24,207,540
21.66%	226,533,670	149,529,500

Individuals:

Mr. Wolf - Peter Berthold
Sub Total

B. Domestic Shareholders

Institutions:

Karnaphuli Industries Limited
SF Haider Foundation Limited

9.07%	94,913,860	61,234,750
0.80%	8,321,150	5,368,490
8.07%	84,406,110	54,455,560
5.80%	60,711,870	39,168,950
5.80%	60,711,870	39,168,950
2.00%	20,926,550	13,501,000
2.00%	20,926,580	13,501,020
0.95%	10,000,000	10,730,370
0.62%	6,507,280	4,198,250
0.62%	6,493,240	4,189,190
0.36%	3,786,010	2,442,590
0.17%	1,787,720	1,153,370

Sub Total

36.26%	379,492,240	249,112,490
42.08%	440,301,040	276,407,660
100.00%	1,046,326,950	675,049,650

C. General Shareholders

Total (A + B + C)



Bismillahir Rahmanir Rahim
Distinguished Shareholders:

Assalamu Alaikum,

It gives me immense pleasure and honor to welcome you all at the 21st Annual General Meeting of GSP Finance Company (Bangladesh) Limited. On behalf of the Board of Directors, I would like to express my cordial thanks to the respected shareholders for their support and co-operation towards the Company over the last year and I also extend my thanks to the honorable members of the Board of Directors of the Company for their presence, active support and co-operation for the growth of the company.

GSP Finance Company (Bangladesh) Limited has a long successful history of professionalism & business ethics which is based on a well developed culture of accountability, transparency, fairness and good governance. Our company has been able to build resilience power to overcome any kinds of shock in the economy.

GSP Finance Company (Bangladesh) Limited maintains fair, transparent and sound management. It has well designed management structure having professional experience and relevant training with clearly defined roles for different departments and delegation of authority at different levels.

The country went through a number of major challenges in 2015 which include bearish capital market, the widening gap between deposit and lending rates etc which had shaken the confidence of small investors. Despite these issues due to the buoyant export market, good harvests and inward foreign remittance, Bangladesh witnessed a 6.51 percent GDP growth in 2015 which resulted in hefty foreign exchange reserve of about \$ 30 billion.

The year 2015 of course has been a truly challenging one for the country as well as the financial sector and the over all economy, but I am happy to say that the performance of the Company in 2015 is better despite the obstacles of last year.

In the year net profit after tax and provision was reported at Tk 188 million as compared to previous year's Tk 106 million. I firmly believe that we shall be able to meet all the present & future challenges, more courageously and manage the situation in a better way than even before and shall be able to present a good picture in the Balance Sheet of next year.

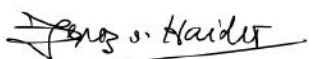
We understand that the year 2016 will be a hard year for NBFIs. The key challenging factor will be to compete with Banks in securing deposits and lending at low rates. As NBFI depositors expect more rate on deposit but while borrowing from NBFIs customers demand parallel rate with Banks which is a difficult phenomenon for NBFIs to provide due to high cost of fund of most of the NBFIs. Already war on cutting interest rate is going on and in the race NBFIs have to lag behind for higher cost of fund than Banks. Despite that we are to survive by rendering better & quick service to our customers - both depositors & borrowers.

GSP Finance Company (Bangladesh) Limited continuously reviews its human resource policies and implements effective management policies and practices to enhance the productivity of the employee by promoting the sense of belongingness. We believe that our human resources are our great assets in terms of their experience and professional expertise. Considering this, we strive to recruit the best suited persons for the right positions, provide them with adequate training and implement programs to develop and retain them. Congenial in house atmosphere is maintained and staff welfare measures are taken adequately in order to augment corporate social responsibility.

I would like to express my sincere thanks to the Government of Bangladesh, Bangladesh Bank, Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Registrar of Joint Stock Companies and Firms, National Board of Revenue (NBR) and all regulatory authorities for their continued guidelines, co-operation and positive outlook towards running the company steadfastly.

Last but not the least, I would once again like to express my deep appreciation to my colleagues in the Board and members of the staff for their co-operation and commitment to render their level best for our stakeholders. I also extend my heartfelt thanks to our shareholders for their trust reposed in the Board of Directors of GSP Finance Company (Bangladesh) Limited.

May the Almighty Allah bless us all.



Feroz U. Haider
Chairman



Bismillahir Rahmanir Rahim
Dear Shareholders:

Assalamu Alaikum,

It is indeed a great pleasure for me to be here with you in the 21st Annual General Meeting of GSP Finance Company (Bangladesh) Limited and to address our honorable shareholders in this annual event as Managing Director & CEO of your esteemed financial institution.

We are pleased to disclose that despite various challenges faced by us in the overall business environment, economic scenario and industry competition, GSP Finance Company (Bangladesh) Limited has been able to achieve more than expected financial results.

In the year 2015, financial institutions faced number of challenges like depressed capital market, decreasing lending rates, pre-mature adjustment of lease/ loan, severe market competition etc. Despite all the adversities, the company has attained a significant growth in respect to loan disbursement, fund mobilization, and profitability. I am pleased to share the accomplishments and achievements of 2015 with you all.

The skilled human resources are greatest assets of the company and considering this factor we recruit well qualified officers & give them adequate training for delivery of right kind of result at right kind of time. Confidence building is also another kind of approach to train them up to meet any sort of situation or crisis just like a leader of the profession.

At GSP Finance Company (Bangladesh) Limited, we are committed to offer the highest level of service to our clients while generating sustainable revenue and benefits for our shareholders. The Management team is pledged to maintain high level ethical standard and professionalism. We firmly believe that our annual report appropriately reflects fair view and transparency for our shareholders in particular and for public in general.

GSP Finance Company (Bangladesh) Limited will continue its journey towards higher ethical standard of corporate governance, statutory compliance and stability and will strive to perform well under various macro economic, political and regulatory stresses.

I wish to express my profound gratefulness to all the members of the Board of Directors of GSP Finance Company (Bangladesh) Limited who have extended their all out support and advices to enable me to render my services without any let & hindrance which is a pre-condition for the growth of a company.

Finally, on behalf of the management of the Company, I also express my thanks and heartiest gratitude to all of our honorable shareholders, directors, regulatory authorities including Bangladesh Bank, BSEC, DSE, CSE, our auditors, valued customers and members of staff of the company for their continued support, guidance, advice/co-operation for the successful operation of the Company during the year 2015.

With thanks and best regards



Md. Nazrul Hossain
Managing Director & CEO

Directors' Report

Bismillahir Rahmanir Rahim

Dear Shareholders,

Assalamu Alaikum,

On behalf of the Board of Directors of GSP Finance Company (Bangladesh) Limited, I am pleased to present the Annual Report and the Audited Financial Statements of the Company for the year ended December 31, 2015 together with the Auditors' Report thereon, for consideration and approval of our honorable shareholders. This report has been prepared in compliance with the section 184 of the Companies Act 1994, BSEC's Notification of 2012, the Listing Regulations of Dhaka and Chittagong Stock Exchanges and the guidance issued by Bangladesh Bank and other regulatory authorities in the country.

Relevant disclosures and explanations relating to certain issues have been given by the Directors, which they consider important to ensure transparency and good governance practices. We believe that it is comprehensive enough to understand the operational procedures and overall performance at a glance during the year under reporting.

PRINCIPAL ACTIVITIES OF THE COMPANY

The Principal Activities of GSP Finance Company (Bangladesh) Limited are:

- Lease Finance
- Term Finance
- Working Capital Finance
- Syndication Finance
- Bridge / Equity Finance
- SME Finance
- Deposit schemes

OPERATIONAL PERFORMANCE OF THE COMPANY

2015 was a year of challenge for the financial sector of the country as well as for GSP Finance Company (Bangladesh) Limited. Excess liquidity, reduced investment in the private sector and a general economic slowdown presented great uncertainties in our lending and recovery activities. Our Company met the challenges through focused marketing plan, diversified products and services, taking steps towards adopting a fully automated and modern system, improving the assets quality by strengthening the recovery of non-performing assets, emphasis on human resources development program to upgrade the skill and knowledge of our personnel.

FINANCING AND INVESTMENT OPERATION OF THE COMPANY

GSP Finance Company (Bangladesh) Limited pursues a conservative approach while making any investment decision. As a reflection of its corporate vision, the company always prefers the segmented business proposition which includes corporate and institutional clients and SME. Keeping this in mind, GSP Finance Company (Bangladesh) Limited is offering tailored financial products for the growth of this sector.

Lease Finance: Lease financing is one of the major fund based activities of GSP Finance Company (Bangladesh) Limited. The Company offers fully payout financial lease for procuring capital machinery, equipment, vehicles & riverine transport. GSP Finance Company (Bangladesh) Limited provides services to customers of different segments. Through a prudent business model the company has diversified its business in other business segments in the year 2015. The investment under lease finance of the Company stands at Tk. 612.16 million at the end of 2015.

Term Finance: Term finance continued to be a core product of GSP Finance Company (Bangladesh) Limited. Long-term finance is available for commercial, industrial, SME sectors for a period ranging from 12 to 60 months depending on the nature of business and need. To provide liquidity comfort to corporate houses in emergency situation, the short-term finance is made under the different categories i.e. direct finance for working capital, work order finance, finance against term deposits etc. As pointed out by the Central Bank, term finance by FIs are the alternate source of capital financing for the industrial growth in this Country. The Company's investment under term finance registered a growth of 15.01% in 2015 which stands at TK. 4,077.79 million at the end of 2015.

Fund Arrangement/Syndication: GSP Finance Company (Bangladesh) Limited actively participated as a co- financier in various large syndication loans in order to diversify its portfolio and reduce risks. The total commitments of the company in syndications and structured finance arrangements stood at Tk. 314.98. million as at December 31, 2015.

CAPITAL MARKET OPERATION OF THE COMPANY

GSP Finance Company (Bangladesh) Limited operates in the Capital market through its Subsidiary Company GSP Investments Limited.

Investment in Share and Securities: GSP Finance Company (Bangladesh) Limited maintains its own portfolio for investment in listed companies shares and securities. The risk of investment is minimized through diversification and investing mostly in fundamentally strong securities. In 2015, the Company earned Tk.23.59 million in the form of capital gain and dividend.

MONEY MARKET OPERATION OF THE COMPANY

We experienced a highly liquid market in 2015. Managing excess liquidity and balance sheet gap were the key challenges for the whole financial sector. The excess liquidity in the market adversely affected loan demand throughout the year. Early settlement of loan facilities by customers with access to cheaper funding from banks posed a serious threat to our core activities, despite which we registered modest growth in our business.

Banking Arrangement: In 2015 the Company obtained Tk. 458.74 million from banks against different form of borrowings to finance its operations and repaid Tk. 494.16 million as per terms and conditions of contracts. During the year, the cost of borrowing decreased significantly.

Deposit Mobilization: GSP Finance Company (Bangladesh) Limited mobilizes term deposits from corporate and individuals through its wide range of deposit schemes with different maturity options, monthly/quarterly/half-yearly/yearly income option, double money options, monthly saving options etc. The deposits base of the Company continued to register a steady growth and stood at Tk. 2,954.37 million as on December 31, 2015.

Money Market Operations: As a financial Institution GSP Finance Company (Bangladesh) Limited actively participates in the money market on a regular basis and has been dealing with both borrowing and lending activities with different banks/financial institutions to manage its liquidity position in an effective way to augment its earnings. GSP Finance Company (Bangladesh) Limited also maintains a very high standard in money market operation and has built up a strong reputation for itself.

RISK MANAGEMENT

Risk and uncertainties are essential elements of the financing business. To mitigate and manage these risks, GSP Finance Company (Bangladesh) Limited has different committees namely, Credit Committee (CC), Asset and Liability Committee (ALCO), Risk Management Committee, Management Committee and Audit Committee. The Committees regularly meet to review the market, credit and liquidity risk related factors and recommend and implement suitable measures to counter these risks. Appropriate and effective internal control systems are also in place to address operational risks. Credit Risk Department of GSP Finance Company (Bangladesh) limited also assists the management in building a quality credit portfolio. The Company has also taken steps to further strengthen its Internal Control and Compliance function.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

GSP Finance Company (Bangladesh) Limited has a commitment towards all stakeholders to engage in ethical practices. As a leading financial institution, we recognize our responsibilities towards the society and participate actively in CSR activities including promoting of staff welfare activities.

ENVIRONMENT OF THE COMPANY

As a financial service provider, our impact on the environment is relatively less and indirect. Even then, we uphold the best practices in environmental issues such as maintaining office premises, equipments and their use. GSP Finance Company (Bangladesh) Limited is very concerned in the matter of the environmental issues of their borrowers. It continuously reviews the environment related issues of our existing clients. It ensures that the clearance certificate from the regulators have been obtained in time of providing lease or loan facilities. We have also installed solar energy at our office as a source of alternate power.

HUMAN RESOURCES OF THE COMPANY

GSP Finance Company (Bangladesh) Limited continuously reviews its human resource policies and implements effective management policies and practices to enrich its employee involvement. We believe that our human resources are our competitive advantage in terms of their experience and professional expertise. Considering this, we strive to recruit the best suited persons for the right positions, provide them with adequate training and implement programs to develop and retain them. GSP Finance Company (Bangladesh) Limited carefully looks into the motivational aspects, health and safety of its employees. Capacity building activities are being encouraged and promoted by the Company.

CORPORATE AND FINANCIAL REPORTING FRAME WORK

The Directors in accordance with BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 confirms compliance with the financial reporting framework for the following:

- The financial statements prepared by the management of GSP Finance Company (Bangladesh) Limited present fairly its state of affairs, the result of its operations, cash flows and changes in equity;
- Proper books of accounts of the Company have been maintained;
- Appropriate accounting policies have been consistently applied except for the changes disclosed in the financial statements in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment;
- International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS) / Bangladesh Financial Reporting Standards (BFRS) as applicable in Bangladesh, have been consistently applied in preparation of the financial statements and any change or deviation has been adequately disclosed;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- There are no significant doubts upon the Company's ability to continue as a going concern.

THE PATTERN OF SHAREHOLDINGS

The Authorized Capital of GSP Finance Company (Bangladesh) Limited is Tk. 2,000,000,000 divided into 200,000,000 ordinary shares of Tk. 10 each. The paid-up Capital of the Company is Tk. 104, 63, 26,950 divided into 104,632,695 ordinary shares of Tk. 10 each. The shareholding pattern of the Company as at December 31, 2015 is shown on page 39 in this Annual Report as per clause 1.5 (xxi) of the BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012.

BOARD MEETING ATTENDANCE AND REMUNERATION OF DIRECTORS

During the year ended on December 31, 2015 a total number of 05 (Five) Board Meetings were held and attendance of directors are presented on page 39 and their remuneration paid during the year are given in Notes-32 in this Annual Report as per clause 1.5(xx) of the BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012.

RELATED PARTY TRANSACTIONS

In the ordinary course of business a number of transactions with other entities that fall within the definition of related party contained in BAS 24: Related party disclosures; The Company extends leases/loans to related parties including its Directors and related Companies. A statement of related party transactions along with their basis has been presented on page 86 in this Annual Report as per clause 1.5 (vi) of the BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012.

COMPLIANCE REPORT ON CORPORATE GOVERNANCE

Status of compliance with the conditions imposed by Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012, along with a certificate from a practicing Chartered Accountant have been presented on page 28 in this Annual Report as Compliance on BSEC's Notification.

FINANCIAL RESULT AND PROPOSED APPROPRIATION

The financial results of the Company and the proposed appropriation of profit of the year 2015 are summarized below with explanations in the enclosed audited Financial Statements:

Profit after tax	TK.188, 561,860
Retained earnings brought forward	TK. 15,019,782
Transfer to Statutory Reserve (20% on profit after tax)	TK. (37,712,372)
Profit available for declaration of Dividend for the year 2015	TK.165, 869,270

DIVIDEND

The Board of Directors of the Company has recommended 15.50% cash dividend (i.e. Tk. 1.55 per share) for the year ended December 31, 2015 to its shareholders for approval in this AGM.

FORMATION OF SEPARATE SUBSIDIARY FOR MERCHANT BANKING ACTIVITIES

Pursuant to the requirement of Bangladesh Securities and Exchange Commission, GSP Finance Company (Bangladesh) Limited formed a subsidiary in the name and style "GSP Investments Limited" with a view to separate its Merchant Banking operation which was approved by Bangladesh Securities and Exchange Commission vide their letter no. SEC/Reg./MB/SUB-16/2011/113 dated August 14, 2014. GSP Investments Limited is duly incorporated with the RJSC as a private limited company with an authorized capital of Tk. 500 million.

The Principal Activities of GSP Investments Limited are:

- Issue Management
- Underwriting
- Portfolio Management
- Corporate Advisory Services
- Securities Trading Services
- Margin Loan

DIRECTORS RETIREMENT AND REAPPOINTMENT

In accordance with the Company's Article of Association no.116, one third (1/3) directors are to retire from the Board of Directors and accordingly (1) Mr. Feroz U. Haider (2) Mr. Wajid Ali Khan Panni, Director representing Amber Hill Global Resources Limited and (3) Ms. Silwat A. Haider, Director of the Company will retire and being eligible, all of them offered themselves for re-election.

- Mr. Moin U. Haider was appointed as a Director in the Board of the company in its 185th Board of Directors Meeting held on October 29, 2015.
- Mr. Wajid Ali Khan Panni was appointed as a Nominee Director representing Amber Hill Global Resources Limited in the Board of the company in its 185th Board of Directors Meeting held on October 29, 2015 in place of Mr. Moin U. Haider.
- Col. M. Nurul Islam.Psc (Retd.) was re- appointed as an Independent Director for further one term (three years) in the Board of the company in its 185th Board of Directors Meeting held on October 29, 2015.
- Dr. ATM Shamsul Huda was re- appointed as an Independent Director for further one term (three years) in the Board of the company in its 186th Board of Directors Meeting held on December 20 2015.

APPOINTMENT OF AUDITORS

The Company's Auditors M/S. Kazi Zahir Khan & Co. Chartered Accountants will retire in the 21st Annual General Meeting (AGM) and not being eligible for re-appointment due to non compliance of Order No. SEC/CMRRCD/2009-193/174/Admin/61 dated July 08 2015 of Bangladesh Securities and Exchange Commission (BSEC). The Board of Directors of the Company recommended for approval of the appointment of **M/S. Malek Siddiqui Wali**, Chartered Accountants as Auditors of the Company for the year 2016 with a fee of Tk. 90,000/- plus VAT.

FUTURE OUTLOOK

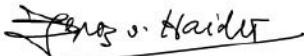
The major challenges for the year 2016 will be stiff competition from banks and other financial institutions as a war on rate cut is going on since last year due to fall in the rate of interest on deposits. Even the existing customers are resorting to premature adjustment of their Loans/ Lease by availing loans at low cost from other Banks & Fls. Despite the challenges, GSP Finance Company (Bangladesh) Limited will continue to look into its potentialities and development options with its business strategy. Development of an appropriate market niche, expansion in unexplored markets and quality asset growth with enhanced customer service will remain our priority. GSPB is also on its look out for deposits and loans at lower cost from the market in order to meet low cost demand for Loans & advances.

ACKNOWLEDGEMENT

On behalf of the Board of Directors I would like to express my sincere thanks to our valued shareholders, regulatory authorities like Bangladesh Bank, Bangladesh Securities and Exchange Commission, Stock Exchanges, RJSC and other business associates for their guidance valuable suggestions, continuous support and co-operation extended during the period under review. I would like to thank our auditor Kazi Zahir Khan & Co. Chartered Accountants for their efforts for timely completion of the audit. I also thank our dedicated management team and employees whose hard work and firm commitment made the year a successful one. We hope to get support, advice and encouragement from all of you for our continuous and unhindered growth.

May Allah be with us throughout our journey.

On behalf of the Board of Directors



Feroz U. Haider
Chairman

REPORT OF THE AUDIT COMMITTEE

The Audit Committee as a sub-committee of the Board of Directors of the Company and the Audit Committee assists the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of the affairs of the Company and in ensuring a good monitoring system within the business.

Composition of the Committee

All the members of the Audit Committee are Non-executive Directors. The committee has five members with three members forming a quorum. The Chairman of the committee is an Independent Director of the Company. During the year the Audit Committee comprised of the following Directors of the Board:

Sl	Name of members	Position in the committee	Position in the Board
	Col. M. Nurul Islam Psc.(Retd.)	Chairman	Independent Director
	Dr. ATM Shamsul Huda	Member	Independent Director
	Mr. Saber Hossain Chowdhury	Member	Director
	Mr. Mohamed Abdul Jalil	Member	Director
	Mr. Moin U. Haider	Member	Director

Meetings of the Audit Committee

The Committee held four meetings during the year 2015. The General Manager -Finance & Company Secretary, the Head of Internal Control & Compliance and other non-members attended the meeting by invitation of the Chairman

Activities of the Audit Committee

The Audit Committee carried out the following activities during the year 2015

- Reviewed the financial and other systems including internal control and its reporting procedure;
- Reviewed the duties, responsibilities, functions, degree of independence, due diligence with due care, objectivity and staffing of internal audit department;
- Recommend to the Board regarding appointment of the external auditors and their terms of appointment;
- Reviewed all the operational policies before being approved by the Board;
- Reviewed the effectiveness and independence for the statutory auditors;
- Reviewed along with the management, the quarterly and the half yearly financial statements before submission to the Board for approval. Reviewed along with the management, the annual financial statements before submission to the Board for approval;
- Strict adherence and compliance with the Bangladesh Accounting Standards and recommended the best accounting practices;
- Reviewed the delinquent portfolio and provided suitable guidelines;

Acknowledgement

The Board Audit Committee would like to express their thanks to the Members of the Board Audit Committee, management, auditors and all employees for their dedication and efforts during the year 2015.

On behalf of the Audit Committee



Col. M. Nurul Islam psc.(Retd.)
Chairman

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আনিছুর রহমান এন্ড কোং
ANISUR RAHMAN & CO.
CHARTERED ACCOUNTANTS

Certificate on


**Compliance of Corporate Governance guidelines to
The shareholders of GSP Finance Company (Bangladesh) Limited.**

We have examined the compliance of corporate governance guidelines of the Bangladesh Securities and Exchange Commission ("BSEC") by GSP Finance Company (Bangladesh) Limited (the "Company") as stipulated in clause 7(i) of the BSEC notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012.

The compliance of corporate governance guidelines as stated in the aforesaid notification and reporting of the status of compliance is the responsibility of the Company's management. Our examination for the purpose of issuing this certification was limited to the checking of procedures and implementations thereof, adopted by the Company for ensuring the compliance of conditions of corporate governance and correct reporting of compliance status on the attached statement on the basis of evidence gathered and representation received.

To the best of our information and according to the explanations given to us, we certify that, except as reported on the attached status of compliance statement, the Company has complied with the conditions of corporate governance stipulated in the above mentioned BSEC notification dated August 07, 2012.

Dated: April 04, 2016


(Anisur Rahman, FCA)
Anisur Rahman & Co.
Chartered Accountants

STATUS OF COMPLIANCE WITH THE CORPORATE GOVERNANCE GUIDELINES (CGG)

Status of compliance with the conditions imposed by the Notification No SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 of Bangladesh Securities and Exchange Commission (BSEC) issued under section 2CC of the Securities and Exchange Ordinance 1969. Detailed in Annexure I, II & III below:

Annexure I

Condition No.	Title	Compliance Status		Remarks
		Complied	Not Complied	
1.1	Board's Size: The number of the Board members of the Company shall not be less than 5 (five) and more than 20 (twenty)	✓		The number of Board members of the Company is nine (9) including two(2) Independent Directors as prescribed by the Bangladesh Bank.
1.2	Independent Directors			
1.2(i)	At least one fifth (1/5) of the total number of directors in the Company's Board shall be Independent Directors	✓		
1.2(ii)(a)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid up shares of the company	✓		
1.2(ii)(b)	Who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship.	✓		
1.2(ii)(c)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	✓		
1.2(ii)(d)	Who is not a member, director or officer of any stock exchanges;	✓		
1.2(ii)(e)	Who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓		
1.2(ii)(f)	Who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm;	✓		

1.2(ii)(g)	Who shall not be an independent director in more than 3 (three) listed companies;	✓		
1.2(ii)(h)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a non-bank financial institution (NBFI);	✓		
1.2(ii)(i)	Who has not been convicted for a criminal offence involving moral turpitude;	✓		
1.2(iii)	The Independent Director(s) shall be appointed by the Board of Directors and approved by the Shareholders in the Annual General Meeting (AGM)	✓		
1.2(iv)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days;;	✓		
1.2(v)	The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded	✓		
1.2(vi)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	✓		
1.3	Qualification of Independent Director (ID)			
1.3(i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1.3(ii)	The person should be a Business Leader/Corporate Leader/Bureaucrat/ University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The Independent Director must have at least 12 (twelve) years of corporate management/professional experiences.	✓		

1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.			Not applicable
1.4	Chairman of the Board and Chief Executive Officer: The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	✓		
1.5	The Directors' Report to Shareholders			
1.5(i)	Industry outlook and possible future developments in the industry	✓		
1.5(ii)	Segment-wise or product-wise performance	✓		
1.5(iii)	Risks and concerns	✓		
1.5(iv)	A Discussion on cost of goods sold, gross profit margin and net profit margin	✓		
1.5(v)	Discussion on continuity of any extraordinary gain or loss			Not applicable
1.5(vi)	Statement of all related party transactions	✓		
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments			Not applicable
1.5(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.			Not applicable
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements, the management shall explain about the variance on their Annual Report			Not applicable

1.5(x)	Remuneration to directors including independent directors	✓		
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	✓		
1.5(xii)	Proper books of account of the issuer company have been maintained	✓		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	✓		
1.5(xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed	✓		
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored	✓		
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	✓		
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	✓		
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized	✓		

1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given			Not applicable, as the company declared cash dividend @ 15.50% for the year 2015.
1.5(xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed	✓		
1.5(xxi)	The pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:	✓		
1.5(xxi)(a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details):	✓		
1.5(xxi)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details):	✓		
1.5(xxi)(c)	Executives;	✓		
1.5(xxi)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	✓		
1.5(xxii)	In case of the appointment/re-appointment of a director the company shall disclose the following information to the shareholders:	✓		
1.5(xxi)(a)	A brief resume of the director;	✓		
1.5(xxi)(b)	Nature of his/her expertise in specific functional areas;	✓		
1.5(xxi)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board	✓		
2.0	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary (CS)			
2.1	Appointment: The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	✓		

2.2	Requirement to attend the Board Meetings: The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	✓		
3.0	Audit Committee:			
3.0(i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors	✓		
3.0(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
3.0(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓		
3.1	Constitution of the Audit Committee:			
3.1(i)	The Audit Committee shall be composed of at least 3 (three) members.	✓		
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) Independent Director	✓		
3.1(iii)	All members of the Audit Committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	✓		
3.1(iv)	Filling of casual vacancy in the Audit Committee	✓		

3.1(v)	The Company Secretary shall act as the secretary of the Committee;	✓		
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without Independent Director ;	✓		
3.2	Chairman of the Audit Committee			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an Independent Director ;	✓		
3.2(ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM)	✓		
3.3	Role of Audit Committee			
3.3(i)	Oversee the financial reporting process	✓		
3.3(ii)	Monitor choice of accounting policies and principles	✓		
3.3(iii)	Monitor Internal Control Risk management process	✓		
3.3(iv)	Oversee hiring and performance of external auditors	✓		
3.3(v)	Review along with the management, the annual financial statements before submission to the board for approval	✓		
3.3(vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	✓		
3.3(vii)	Review adequacy of Internal Audit function	✓		
3.3(viii)	Review statement of significant related party transactions submitted by the management	✓		
3.3(ix)	Review management letters/letter of internal control weakness issued by statutory auditors	✓		
3.3(x)	Declaration of Audit Committee by the company regarding utilization of IPO/PRO, Right Issue money	✓		

3.4	Reporting of the audit committee:			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors	✓		
3.4.1(ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:	✓		
3.4.1(ii)(a)	Report on conflicts of interests;			No such event found
3.4.1(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;			No such event found
3.4.1(ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations;			No such event found
3.4.1(ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately			No such event found
3.4.2	Reporting to the authorities- Reported to the Board of Directors about anything which has material impact on the financial condition and results of operation			No such event found
3.5	Reporting to the Shareholders and General Investors: Report on the activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1(ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the Annual Report of the Issuer Company.			No such event found
4.0	External/Statutory Auditors: The issuer company should not engage its external/statutory auditors to perform the following services of the company; namely:	✓		
4.0(i)	Appraisal or valuation services or fairness opinions	✓		

4.0(ii)	Financial information systems design and implementation	✓		
4.0(iii)	Book-keeping or other services related to the accounting records or financial statements	✓		
4.0(iv)	Broker-dealer services	✓		
4.0(v)	Actuarial services	✓		
4.0(vi)	Internal audit service	✓		
4.0(vii)	Any other services that the Audit Committee determines	✓		
4.0(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company	✓		
5.0	Subsidiary Company:			
5.0(i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company	✓		
5.0(ii)	At least 1 (one) Independent Director on the Board of Directors of the holding company shall be a Director on the Board of Directors of the subsidiary company	✓		
5.0(iii)	The minutes of the Board Meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	✓		
5.0(iv)	The minutes of the respective Board Meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	✓		
5.0(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	✓		

6.0	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO): The CEO and CFO shall certify to the Board that:			
6.0(i)	They have received financial statements for the year and that to the best of their knowledge and belief:	✓		
6.1(i)(a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓		
6.1(i)(b)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓		
6.1(ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓		
7.0	Reporting and Compliance of Corporate Governance:			
7.0(i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	✓		
7.0(ii)	The directors of the company shall state, in accordance with the Annexure attached, in the Director's Report whether the company has complied with these conditions.	✓		

Compliance of Section 1.5(xx)**Annexure – II**

Meeting of the Board of Directors and Audit Committee held during the year and attendance by each Director:-

Composition	Board		Audit Committee	
	Meeting held	Attended	Meeting held	Attended
Mr. Feroz U. Haider	5	5		
Mr. Saber Hossain Chowdhury	5	5		
Mr. Aziz Al Kaiser *	5	3	4	2
Mrs. Tabassum Kaiser *	5	3		
Mr. Wolf-Peter Berthold	5	4		
Mr. Wajid Ali Khan Panni *	5	1		
Mr. Moin U. Haider	5	5	4	3
Ms. Silwat A. Haider	5	4		
Mr. Mohamed Abdul Jalil	5	5	4	4
Dr. ATM Shamsul Huda Independent Director	5	3	4	2
Col. M. Nurul Islam Psc. (Retd.) Independent Director	5	4	4	3

*To comply the Section 23(1) (a) of The Bank Companies Act. 1991 Mr. Aziz Al Kaiser and Mrs. Tabassum Kaiser have been resigned from the Board of Directors of the company on October 29, 2015.

* Mr. Wajid Ali Khan Panni has been appointed as nominee Director of the company on October 29, 2015.

Compliance of Section 1.5 (xxi)

The pattern of Shareholding

Annexure – III

- a) Parent/Subsidiary/Associated companies and other related party:

Name	Relation	Shares Held
Nil		Nil

- b) Directors, Chief Executive Officer/Managing Director, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouse and minor children:

Name	Shares Held (nos.)
Mr. Feroz U. Haider	8,440,611
Mr. Saber Hossain Chowdhury	Nominee of Kamaphuli Industries Limited
Mr. Wolf-Peter Berthold	3,752,167
Mr. Mohamed Abdul Jalil	Nominee of Tai Ping Asian Investment Limited
Mr. Wajid Ali Khan Panni	Nominee of Amber Hill Global Resources Ltd.
Mr. Moin U. Haider	2,092,655
Ms. Silwat A. Haider	2,092,658
Col. M. Nurul Islam psc. (Retd.)	Independent Director
Dr. ATM Shamsul Huda	Independent Director
Mr. Md. Nazrul Hossain	Managing Director & CEO
Mr. Mizanur Rahman	GM (Finance) & Company Secretary
Mr. Masud Rana	Head of Internal Audit (C.C.)

- c) Executives (Top five salaried employees of the Company, other than Directors, CEO, CFO, Company Secretary and Head of Internal Audit):

Designation	Name	Shares Held
General Manager (Credit & Marketing)	Mr. Syed Sharif Zamal	None
Deputy General Manager (Credit & Marketing)	Ms. Zeenat Alam	None
Deputy General Manager (Accounts)	Mr. Mahbub Alam	None
Assistant General Manager (Sales)	Mr. Sazzad Hossain	None
Manager (CRM)	Mr. Mehedi Hasan	None

- d) Shareholding ten percent (10%) or more voting interest in the company:

Name of Shareholder	Percentage	Shares Held (nos.)
Tai Ping Asian Investment Limited	10.42 %	10,897,921

Compliance Report on the good governance guideline issued by the Bangladesh Bank

By the DFIM Circular No.7 dated 25 September 2007, Bangladesh Bank issued a policy on responsibility & accountability of Board of Directors, Chairman & Chief Executive of the financial institution. The Board of Directors of the Company has taken appropriate steps to comply with the guidelines and implemented the same.

Status report on compliance with those guidelines is given below:

Sl. No.	Particulars	Compliance Status
1.	(a) Work-planning and strategic management:	
	(i) The Board shall determine the objectives and goals and to this end shall chalk out strategies and work-plans on annual basis. It shall specially engage itself in the affairs of making strategies consistent with the determined objectives and goal and in the issues relating to structural change and reorganization for enhancement of institutional efficiency and other relevant policy matters. It shall analyze/monitor at quarterly rests the development of implementation of the work-plans.	Complied
	(ii) The Board shall have its analytical review incorporated in the Annual report as regard the success/failure in achieving the business and other targets as set out in its annual work-plan and shall apprise the shareholders of its opinions/recommendations on future plans and strategies.	Complied
	(iii) The Board will set the Key Performance Indicator (KPI)s for the Managing Director / CEO and other senior executives and will evaluate half yearly / yearly basis.	Complied
	(b) Formation of sub-committee:	
	Executive Committee may be formed in combination with directors (excluding any alternate Directors) of the Company only for rapid settlement of emergency matters (approval of loan/lease application, write-off, rescheduling etc.) arisen from the regular business activities.	Complied
	(c) Financial Management:	
	(i) Annual Budget and statutory financial statements shall be adopted finally with the approval of the Board.	Complied
	(ii) Board shall review and examine in quarterly basis various statutory financial statements such as statement of income-expenses, statement of loan/lease, statement of liquidity, adequacy of capital, maintenance of provision, legal affairs including actions taken to recovery of overdue loan/lease.	Complied
	(iii) Board shall approve the Company's policy on procurement and collection and shall also approve the expenditures according to policy. The Board shall delegate the authority on the Managing Director and among other top executives for approval of expenditure within budget to the maximum extend.	Complied
	(iv) The Board shall adopt the operation of bank accounts. Groups may be formed among the management to operate bank accounts under joint signatures.	Complied

	(d) Management of loan/lease/investments:	
	(i) Policy on evaluation of loan/lease/investment proposal, sanction and disbursement and its regular collection and monitoring shall be adopted and reviewed by the Board regularly based on prevailing laws and regulations. Board shall delegate the authority of loan/lease/investment specifically to management preferably on Managing Director and other top executives.	Complied
	(ii) No director shall interfere on the approval of loan proposal associated with him. The director concerned shall not give any opinion on that loan proposal.	Complied
	(iii) Any syndicated loan/lease/investment proposal must be approved by the Board.	Complied
	(e) Risk Management:	
	Risk Management Guideline framed in the light of Core Risk Management Guideline shall be approved by the Board and reviewed by the Board regularly.	Complied
	(f) Internal control and compliance management :	
	A regular Audit Committee as approved by the Board shall be formed. Board shall evaluate the reports presented by the Audit Committee on compliance with the recommendation of internal auditor, external auditors and Bangladesh Bank Inspection team.	Complied
	(g) Human resource management:	
	Board shall approve the policy on Human Resources Management and Service Rule. Chairman and Director of the Board shall not interfere on the administrative job in line with the approved Service Rule.	Complied
	Only the authority for the appointment and promotion of the Managing Director/Deputy Managing Director/General Manager and other equivalent position shall lie with the Board in compliance with the policy and Service Rule. No director shall be included in any Executive Committee formed for the purpose of appointment and promotion of others.	Complied
	h) Appointment of Managing Director / CEO:	
	The Board shall appoint a competent Managing Director / CEO for the Company with the approval of the Bangladesh Bank and shall approve any increment of his salary and allowances.	Complied
	(i) Benefits offer to the Chairman:	
	Chairman may be offered an office room, a personal secretary, a telephone at the office, a vehicle in the business-interest of the Company subject to the approval of the Board.	Complied
2.	Responsibilities of the Chairman of the Board of Directors:	
	(a) Chairman shall not participate in or interfere into the administrative or operational and routine affairs of the Company as he has no jurisdiction to apply executive power;	Complied
	(b) The minutes of the Board Meetings shall be signed by the Chairman;	Complied
	(c) Chairman shall sign-off the proposal for appointment of Managing Director and increment of his salaries & allowances;	Complied

3.	Responsibilities of Managing Director:	
	(a) Managing Director shall discharge his responsibilities on matters relating to financial, business and administration vested by the Board upon him. He is also accountable for achievement of financial and other business targets by means of business plan, efficient implementation of administration and financial management;	Complied
	(b) Managing Director shall ensure compliance of Financial Institutions Act 1993 and other relevant circulars of Bangladesh Bank and other regulatory authorities;	Complied
	(c) All recruitment/promotion/training, except recruitment/promotion/training of DMD / GM, shall be vested upon the Managing Director. He shall act such in accordance the approved HR Policy of the Company;	Complied
	(d) Managing Director may re-schedule job responsibilities of employees;	Complied
	(e) Managing Director may take disciplinary actions against the employees except DMD;	Complied
	(f) Managing Director shall sign all the letters/statements relating to compliance of policies and guidelines. However, Departmental/Unit heads may sign daily letters/statements as set out in DFIM circular no.2 dated 06 January 2009 if so authorized by MD.	Complied

FINANCIAL HIGHLIGHTS

	2011	2012	2013	2014	2015
Operational Performance					
Operating revenue	363,099,835	433,132,146	559,934,056	629,990,628	744,674,276
Financial expenses	267,674,404	238,217,055	317,908,442	330,786,422	356,800,194
Operating expenses	32,489,061	40,853,370	53,877,976	62,795,400	64,854,010
Profit before taxation	62,936,370	172,487,946	156,203,668	187,324,191	315,285,976
Net Profit after tax	32,924,872	98,673,536	90,330,294	106,895,244	188,561,860

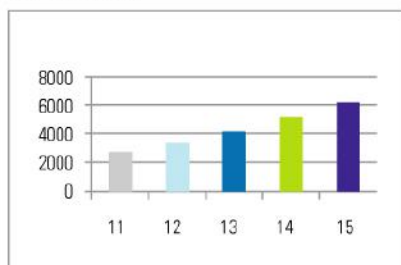
Financial performance					
Lease & term finance	1,579,845,588	1,714,249,980	2,212,831,562	3,323,380,472	3,850,715,603
Investor's portfolio loan	589,383,123	999,454,650	1,153,616,021	878,117,016	1,039,235,154
Investment	122,991,225	128,607,415	227,037,547	230,488,285	230,841,294
Other assets	111,194,334	114,300,154	118,194,773	332,743,739	345,895,783
Current assets	1,302,147,994	994,405,293	2,286,317,019	2,458,384,754	2,914,782,413
Total asset	2,795,107,322	3,317,704,063	4,223,448,549	5,211,262,504	6,244,266,308
Term deposits	637,723,419	628,801,600	1,823,862,827	2,204,593,155	2,954,368,170
Current liabilities	893,756,189	810,380,230	1,801,432,900	2,061,741,713	2,525,563,033
Long term liabilities	1,160,432,308	1,167,731,472	992,092,995	1,612,722,894	1,993,323,519
Total Liabilities	2,054,188,497	1,978,111,702	2,793,525,895	3,674,464,607	4,518,886,552

Financial ratios					
Current ratio (Times)	1.46	1.23	1.27	1.19	1.15
Financial expense coverage (Times)	1.24	1.72	1.49	1.57	1.88
Debt/Equity (Times)	2.29	1.18	1.60	1.99	2.19
Equity Multiplier	3.77	2.48	2.95	3.39	3.62
Net interest margin %	0.39	4.18	4.42	4.81	5.39
Net profit margin (%)	9.07	22.76	16.13	16.97	25.32
Return on equity (%)	4.54	9.49	6.52	7.21	11.56
Return on assets (%)	1.08	2.97	2.14	2.05	3.02
Rate of Dividend (%)	10.00	15.00	12.00	55.00	15.50
Price earnings ratio (Times)	21.01	17.77	21.02	20.90	8.32
Dividend (%)	10.00	15.00	12.00	55.00	15.50
Financial expense to total expenses (%)	89.18	85.36	85.51	84.05	84.62
Operating expense to operating revenue (%)	8.95	9.43	9.62	9.97	8.71
EPS (TK.)	1.19	1.88	1.50	1.58	1.80

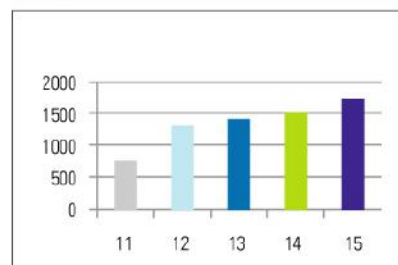
Equity statistics					
Authorized capital	1,000,000,000	1,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
Number of shares	27,646,080	52,410,688	60,272,291	67,504,965	104,632,695
Paid up Capital	276,460,800	524,106,880	602,722,910	675,049,650	1,046,326,950
Year end market price	25.00	33.40	31.50	33.10	15.00
Net asset value per share	26.80	25.56	23.72	22.77	16.49

* Prior years' value of shares have been adjusted to Tk. 10 per share from tk. 100/-

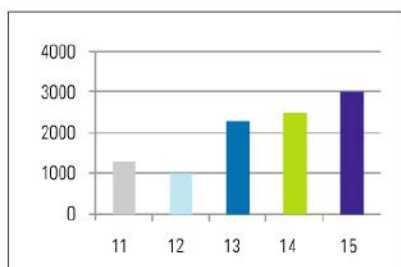
Total asset
BDT in million



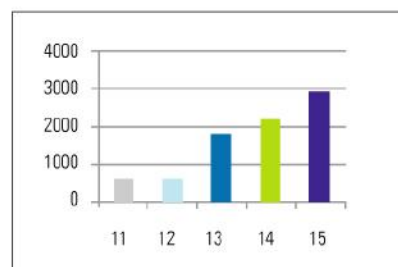
Shareholder's equity
BDT in million



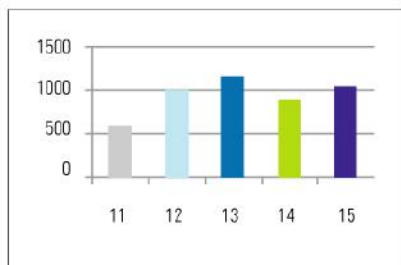
Current asset
BDT in million



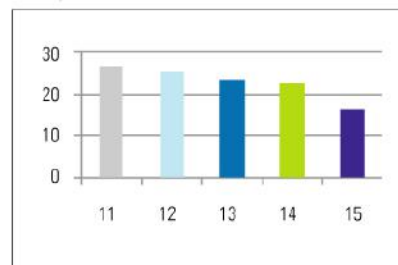
Term deposit
BDT in million



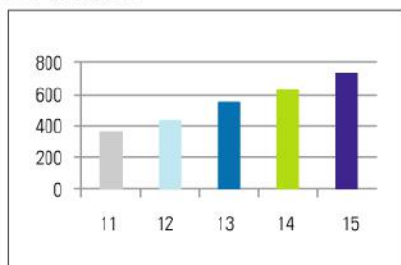
Investor's portfolio loan
BDT in million



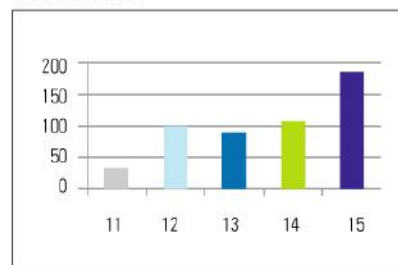
Net asset value per share
BDT per share



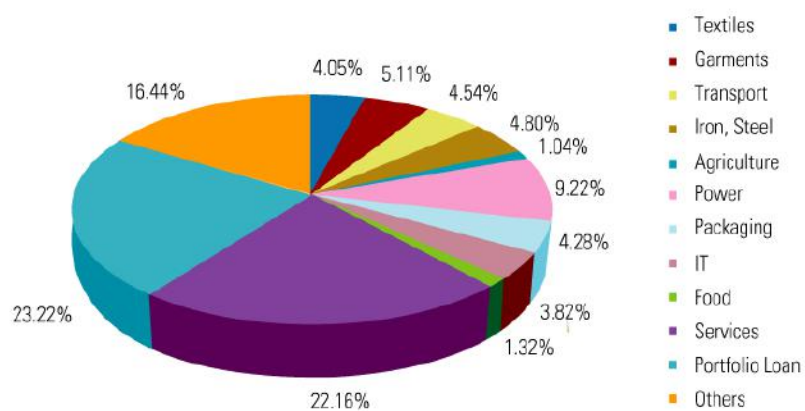
Operating revenue
BDT in million



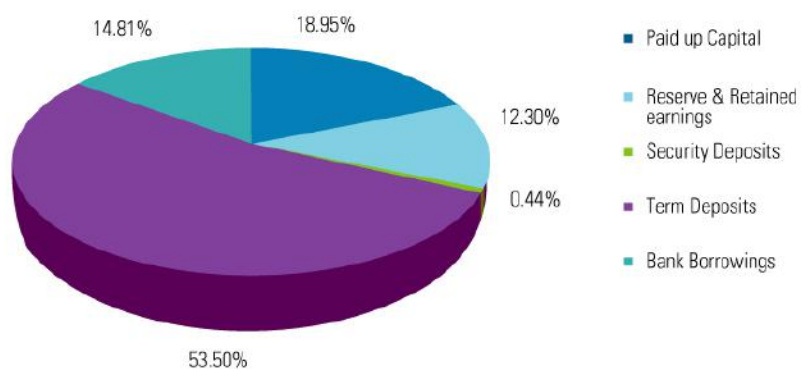
Net profit after tax
BDT in million



Sectorwise Leases, Loans & Advances



Capitalization





Kazi Zahir Khan & Co.
CHARTERED ACCOUNTANTS

কাজী জহির খান এন্ড কোং

চार्टার্ড একাউন্ট্যান্টস।

Partners :
KAZI ZAHIRUL KABIR
B.Com. (Hons.) M.Com. FCA.
NURUL HOSSAIN KHAN
B.Com. FCA.

AUDITORS' REPORT TO THE SHAREHOLDERS
of
GSP Finance Company (Bangladesh) Limited and its subsidiary

We have audited the accompanying consolidated financial statements of GSP Finance Company (Bangladesh) Limited ("the Company") and its subsidiary, which comprise of the Balance Sheet as at December 31, 2015 and the related Profit & Loss Account, Cash Flow Statement and Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987, Financial Institutions Act 1993, Circulars issued by Bangladesh Bank and other applicable laws and regulations as well as practice followed by Financial Institutions and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements of the Company are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements of the Company. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements of the Company, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements of the Company in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements of the Company.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.


Opinion:

In our opinion, the consolidated financial statements and separate financial statements of the company and its subsidiary along with notes thereon, prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs) give a true and fair view of the state of the Company's affairs as at December 31, 2015 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act, 1994, Financial Institutions Act, 1993, the Securities and Exchange Rules 1987 and other applicable laws and regulations as well as practice followed by Financial Institutions.

We also report that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (ii) in our opinion, proper books of accounts as required by law have been kept by the Company and its subsidiary so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit;
- (iii) the consolidated balance sheet and consolidated profit and loss account of the company and the separate balance sheet and profit and loss account of the company and its subsidiary dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditure incurred was for the purpose of the Company's and its subsidiary's operations;
- (v) the consolidated and separate financial position of the Company as at December 31, 2015 and the consolidated and separate income for the year then ended have been properly reflected in the consolidated and separate financial statements and the consolidated financial statements have been prepared in accordance with the generally accepted accounting principles;
- (vi) the financial statements have been drawn up in conformity with the rules and regulations issued by Bangladesh Bank to the extent applicable to the Company;
- (vii) adequate provisions have been made for advances, which are, in our opinion, doubtful of recovery;
- (viii) the financial statements conform to the prescribed standards set in the accounting regulations issued by the Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh;
- (ix) the information and explanations required by us have been received and found satisfactory.

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 2015

	Notes	Amount in Taka	
		2015	2014
PROPERTY AND ASSETS			
Cash		49,162,429	30,142,825
In hand (including foreign currencies)	3.1(a)	965,284	59,075
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)	3.2(a)	48,197,145	30,083,750
Balance with other banks and financial institutions	4(a)	621,864,661	104,548,852
In Bangladesh		621,864,661	104,548,852
Outside Bangladesh		-	-
Money at call and short notice	5(a)	-	-
Investments	6(a)	250,726,924	230,488,285
Government		-	-
Others		250,726,924	230,488,285
		4,988,171,403	4,467,296,837
Leases ,loans and advances	7(a)	4,988,171,403	4,467,296,837
Bills Purchased and discounted	8(a)	-	-
Fixed assets including premises, furniture and fixtures	9(a)	313,689,977	315,907,645
Other assets	10(a)	96,091,787	83,451,834
Non-business assets	11	-	-
Total assets		6,319,707,186	5,231,836,278
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks ,other financial institutions and agents:	12(a)	818,517,347	853,938,195
Deposits and other accounts	13(a)	2,954,368,170	2,204,593,155
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,954,368,170	2,204,593,155
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14(a)	801,869,001	627,522,172
Total Liabilities		4,574,754,518	3,686,053,522
Capital / Shareholders' Equity			
Paid up capital	15.2	1,046,326,950	675,049,650
Share premium	16	-	300,000,000
Statutory reserve	17	261,781,412	224,069,041
Other reserve	18	251,402,124	251,402,124
Retained earnings :			
Retained earnings balance	19(a)	185,442,160	95,261,920
Total equity attributable to equity holders of the company		1,744,952,646	1,545,782,735
Non-controlling interest		22	21
Total liabilities and Shareholders' equity		6,319,707,186	5,231,836,278

		Amount in Taka	
		2015	2014
OFF-BALANCE SHEET ITEMS :			
Contingent liabilities	19.1	-	-
Acceptances and endorsements		-	-
Letter of guarantee		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
Other commitments	19.2	-	-
Documentary credits and short term trade and related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Others		-	-
Total off-balance sheet items including contingent liabilities		-	-
Net Assets Value (NAV) per share (year 2014: Restated)		16.68	14.77

The accompanying notes form an integral part of these financial statements.


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2015

	Notes	Amounts in Taka	
		2015	2014
Interest income from leases, loans and advances	21(a)	715,886,465	572,947,595
Interest expenses on borrowings, deposits, etc	22(a)	(358,508,667)	(331,366,325)
Net interest income		357,377,798	241,581,270
Investment income	23(a)	23,585,649	9,562,370
Commission, exchange and brokerage	24(a)	11,322,645	3,182,629
Other operating income	25(a)	55,698,364	62,734,240
Total operating income		447,984,456	317,060,508
Salary and allowances	26(a)	38,978,938	32,813,010
Rent, taxes, insurance, electricity, etc.	27(a)	1,750,375	2,187,570
Legal expenses	28(a)	274,630	190,100
Postage, stamp, telecommunication, etc.	29(a)	424,125	415,357
Stationery, printing, advertisements, etc.	30(a)	1,832,186	1,923,260
Managing Director's salary and allowances	31(a)	2,851,920	5,410,714
Directors' fees	32(a)	490,000	475,000
Audit fees	33(a)	100,000	95,000
Charges on loan losses		-	-
Depreciation and repairs of company's assets	34(a)	8,697,629	8,564,555
Other operating expenses	35(a)	13,209,489	12,108,864
Total operating expenses		68,609,292	64,183,430
Profit before provision		379,375,164	252,877,078
Provision for leases, loans and advances & investments	36(a)	47,116,303	51,209,147
Other provision		-	-
Total provision		47,116,303	51,209,147
Total profit before income tax		332,258,861	201,667,931
Provision for income tax	37(a)	133,088,949	85,807,849
Net profit after income tax		199,169,912	115,860,082
Attributable to			
Shareholders of the company		199,169,911	115,860,081
Non-controlling interest		1	1
Retained earnings brought forward from previous year		95,261,920	73,107,627
		294,431,832	188,967,709
Appropriations:			
Statutory reserve	17	37,712,372	21,379,049
Bonus share issued for the year 2014		71,277,300	72,326,740
		108,989,672	93,705,789
Retained earnings carried to the balance sheet	19(a)	185,442,160	95,261,920
Earnings per share (year 2014: Restated)	39(a)	1.90	1.11

The accompanying notes form an integral part of these financial statements


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2015

	Amount in Taka	
	2015	2014
Cash flows from operating activities:		
Interest receipt in cash	697,850,663	551,053,037
Interest payment	(360,539,482)	(333,189,289)
Dividend receipts	5,200,798	5,364,745
Commission, Exchange and brokerage	11,322,645	3,182,628
Recoveries of loan previously written-off	-	-
Income taxes paid	(12,196,745)	(7,761,901)
Receipts from other operating activities	73,808,215	66,796,868
Payments for other operating activities	(60,003,083)	(57,769,862)
Cash generated from operating activities before changes in operating assets and liabilities	355,443,011	227,666,226
Increase / decrease in operating assets and liabilities		
Statutory deposit	-	-
Trading securities	-	-
Leases, loans and advances	(520,874,571)	(1,100,849,254)
Other assets	17,592,594	13,190,251
Deposit and other accounts	749,775,015	380,730,328
Other liabilities on account of customers	-	-
Trading liabilities	-	-
Other liabilities	(3,827,607)	43,066,635
	242,665,431	(663,862,040)
Net cash from operating activities	598,108,442	(436,195,814)
Cash flows from investing activities:		
Proceeds from sale of securities	21,150,064	34,756,827
Payments for purchases of securities	(41,388,704)	(38,207,565)
Purchase of fixed assets	(7,619,774)	(9,442,741)
Proceeds from sale of fixed assets	1,506,233	144,997
Payment against lease obligation	-	-
Net cash used in investing activities	(26,352,181)	(12,748,482)
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	458,738,445	669,750,000
Repayment of borrowings from banks, other financial institutions and agents	(494,159,293)	(285,004,220)
Receipts against issue of share capital	-	-
Dividend paid in cash	-	-
Net cash from financing activities	(35,420,848)	384,745,780
Net increase / (decrease) in cash and cash equivalents	536,335,413	(64,198,516)
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	134,691,677	198,890,193
Cash and cash equivalents at the end of the year	671,027,090	134,691,677

Cash and cash equivalents at the end of the year
cash in hand (including foreign currencies)
Balance with Bangladesh Bank and its agent bank(s)
(including foreign currencies)
Balance with banks and other financial institutions
Money at call and short notice

Net Operating Cash Flow per share (year 2014: Restated)

Amount in Taka	
2015	2014
965,284	59,075
48,197,145	30,083,750
621,864,661	104,548,852
-	-
671,027,090	134,691,677
5.72	(4.17)


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2015

Particulars	Attributable to equity holders of the company						Non-controlling interest (Tk.)	Total equity (Tk.)
	Paid up capita (Tk.)	Capital Reserve (Tk.)	Statutory Reserve (Tk.)	Share Premium (Tk.)	Retained Earnings (Tk.)	Total (Tk.)		
Balance as at January 01, 2014	602,722,910	251,402,124	202,689,993	300,000,000	73,107,627	1,429,922,654	-	1,429,922,654
Issue of share Capital	-	-	-	-	-	-	20	20
Net profit after tax for the year 2014	-	-	-	-	115,860,082	115,860,082	1	115,860,083
Transferred to statutory reserve	-	-	21,379,049	-	(21,379,049)	-	-	-
Transferred to provision for Tax	-	-	-	-	-	-	-	-
Bonus share issued (2013)	72,326,740	-	-	-	(72,326,740)	-	-	-
Revaluation of properties	-	-	-	-	-	-	-	-
Balance as at 31st December 2014	675,049,650	251,402,124	224,069,041	300,000,000	95,261,920	1,545,782,735	21	1,545,782,756
Changes in accounting policy	-	-	-	-	-	-	-	-
Restated balance	675,049,650	251,402,124	224,069,041	300,000,000	95,261,920	1,545,782,735	21	1,545,782,756
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investment	-	-	-	-	-	-	-	-
Issue of share Capital	-	-	-	-	-	-	-	-
Bonus share issued (2014)	371,277,300	-	-	(300,000,000)	(71,277,300)	-	-	-
Net profit after tax for the year	-	-	-	-	199,169,912	199,169,912	1	199,169,913
Transferred to statutory reserve	-	-	37,712,372	-	(37,712,372)	-	-	-
Balance as at 31st December 2015	1,046,326,950	251,402,124	261,781,412	-	185,442,160	1,744,952,646	22	1,744,952,668

The accompanying notes form an integral part of these financial statements.


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
BALANCE SHEET
AS AT DECEMBER 31, 2015

	Notes	Amount in Taka	
		2015	2014
PROPERTY AND ASSETS			
Cash	3	49,139,617	30,135,797
In hand (including foreign currencies)		942,472	52,047
Balance with Bangladesh Bank and its agents bank(s) (including foreign currencies)		48,197,145	30,083,750
Balance with other banks and financial institutions	4	616,994,976	101,958,371
In Bangladesh		616,994,976	101,958,371
Outside Bangladesh		-	-
Money at call and short notice	5	-	-
Investments	6	230,841,294	230,488,285
Government		-	-
Others		230,841,294	230,488,285
		4,689,950,757	4,201,497,488
Leases , loans and advances	7.1	4,689,950,757	4,201,497,488
Bills Purchased and discounted	8	-	-
Fixed assets including premises, furniture and fixtures	9	311,443,881	314,458,824
Other assets	10	345,895,783	332,743,739
Non-business assets	11	-	-
Total assets		6,244,266,308	5,211,282,504
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from banks ,other financial institutions and agents:	12	818,517,347	853,938,195
Deposits and other accounts	13	2,954,368,170	2,204,593,155
Current deposits		-	-
Bills payable		-	-
Savings deposits		-	-
Term deposits		2,954,368,170	2,204,593,155
Bearer certificate of deposit		-	-
Other deposits		-	-
Other liabilities	14	746,001,035	615,933,257
Total Liabilities		4,518,886,552	3,674,464,607
Capital / Shareholders' Equity		1,725,379,756	1,536,817,897
Paid up capital	15.2	1,046,326,950	675,049,650
Share premium	16	-	300,000,000
Statutory reserve	17	261,781,412	224,069,041
Other reserve	18	251,402,124	251,402,124
Retained earnings :			
Retained earnings balance	19	165,869,270	86,297,082
Total liabilities and Shareholders' equity		6,244,266,308	5,211,282,504

OFF-BALANCE SHEET ITEMS :

		Amount in Taka	
		2015	2014
Contingent liabilities	19.1	-	-
Acceptances and endorsements		-	-
Letter of guarantee		-	-
Irrevocable letter of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
Other commitments	19.2	-	-
Documentary credits and short term trade and related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Others		-	-
Total off-balance sheet items including contingent liabilities		-	-
Net assets value (NAV) per share (2014 restated)		16.49	14.69

The accompanying notes form an integral part of these financial statements.


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2015

		Amounts in Taka	
		2015	2014
	Notes		
Interest income from leases, loans and advances	21	665,450,088	557,634,518
Interest expenses on borrowings, deposits, etc	22	(356,800,194)	(330,736,422)
Net interest income		308,649,894	226,908,096
Investment income	23	23,585,649	9,562,370
Commission, exchange and brokerage	24	-	-
Other operating income	25	55,638,539	62,733,740
Total operating income		387,874,082	299,204,206
Salary and allowances	26	36,530,731	31,978,029
Rent, taxes, insurance, electricity, etc.	27	1,750,375	2,187,570
Legal expenses	28	274,630	190,100
Postage, stamp, telecommunication, etc.	29	423,525	415,357
Stationery, printing, advertisements, etc.	30	1,810,502	1,923,260
Managing Director's salary and allowances	31	2,851,920	5,410,714
Directors' fees	32	480,000	475,000
Audit fees	33	80,000	75,000
Charges on loan losses		-	-
Depreciation and repairs of company's assets	34	8,134,944	8,443,247
Other operating expenses	35	12,517,383	11,697,123
Total operating expenses		64,854,010	62,795,400
Profit before provision		323,020,072	236,408,806
Provision for leases, loans and advances & investments	36	7,734,096	49,084,615
Other provision		-	-
Total provision		7,734,096	49,084,615
Total profit before income tax		315,285,976	187,324,191
Provision for income tax	37	126,724,116	80,428,947
Net profit after income tax		188,561,860	106,895,244
Retained earnings brought forward from previous year		86,297,082	73,107,627
		274,858,942	180,002,871
Appropriations:			
Statutory reserve	17	37,712,372	21,379,049
Bonus share issued from Retained earnings for the year 2014		71,277,300	72,326,740
		108,989,672	93,705,789
Retained earnings carried to the balance sheet	19	165,869,270	86,297,082
Earning per share (EPS) (2014 restated)	39	1.80	1.02

The accompanying notes form an integral part of these financial statements


Company Secretary


Director


Managing Director & CEO

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Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
PROFIT AND LOSS ACCOUNT
(Merchant Banking)
FOR THE YEAR ENDED DECEMBER 31, 2015

Amounts in Taka		
	2015	2014 (Jan.-Sep.)
Operational Revenue		
Profit on sale of share	-	17,077,954
Dividend income from share investment	-	5,364,745
Underwriting commission	-	2,181,348
Portfolio management income	-	(9,868,907)
Total	-	14,755,140
Operational Expenses		
General & administrative expenses	20.3	4,296,631
Provision for investment in share	-	896,139
	-	5,192,770
Profit transferred to profit and loss account	-	9,562,370

GSP Finance Company (Bangladesh) Limited has been issued with a separate Merchant Banking license on August 24, 1999 by Securities and Exchange Commission to do all types of Merchant Banking Activities.

*With effect from October 01, 2014 the activities of Merchant Banking Operation have been transferred to the subsidiary of the company "GSP Investments Limited".

The accompanying notes form an integral part of these financial statements.


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2015

	Amount in Taka	
	2015	2014
Cash flows from operating activities:		
Interest receipt in cash	647,414,285	537,324,492
Interest payment	(358,831,009)	(332,609,386)
Dividend receipts	5,200,798	5,364,745
Recoveries of loan previously written-off	-	-
Income taxes paid	(12,068,732)	(7,693,980)
Receipts from other operating activities	73,748,390	66,786,368
Payments for other operating activities	(56,810,486)	(54,950,871)
Cash generated from operating activities before changes in operating assets and liabilities	298,653,196	214,821,488
Increase / decrease in operating assets and liabilities		
Statutory deposit	-	-
Trading securities	-	-
Leases, loans and advances	(488,453,259)	(835,049,905)
Other assets	16,952,540	(236,169,675)
Deposit and other accounts	749,775,015	380,730,328
Other liabilities on account of customers	-	-
Trading liabilities	-	-
Other liabilities	(2,359,619)	36,856,621
	275,914,667	(653,632,631)
Net cash from operating activities	574,567,863	(438,811,163)
Cash flows from investing activities:		
Proceeds from sale of securities	21,150,064	34,756,827
Payments for purchases of securities	(21,503,073)	(38,207,565)
Purchase of fixed assets	(6,259,814)	(9,424,901)
Proceeds from sale of fixed assets	1,506,233	144,997
Payment against lease obligation	-	-
Net cash used in investing activities	(5,106,590)	(12,730,642)
Cash flows from financing activities:		
Receipts of borrowings from banks, other financial institutions and agents	458,738,445	669,750,000
Repayment of borrowings from banks, other financial institutions and agents	(494,159,293)	(285,004,220)
Dividend paid in cash	-	-
Net cash from financing activities	(35,420,848)	384,745,780
Net increase / (decrease) in cash and cash equivalents	534,040,425	(66,796,025)
Effects of exchange rate changes on cash and cash equivalents	-	-
Cash and cash equivalents at beginning of the year	132,094,168	198,890,193
Cash and cash equivalents at the end of the year	666,134,593	132,094,168

Cash and cash equivalents at the end of the year
cash in hand (including foreign currencies)
Balance with Bangladesh Bank and its agent bank(s)
(including foreign currencies)
Balance with banks and other financial institutions
Money at call and short notice

Net Operating Cash Flow per share (2014 restated)

Amount in Taka	
2015	2014
942,472	52,047
48,197,145	30,083,750
616,994,976	101,958,371
-	-
666,134,593	132,094,168
5.49	(4.19)


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2015

Particulars	Paid up capital (Tk.)	Capital Reserve(Tk.)	Statutory Reserve(Tk.)	Share Premium(Tk.)	Retained Earnings (Tk.)	Total (Tk.)
Balance as at January 01, 2014	602,722,910	251,402,124	202,689,993	300,000,000	73,107,627	1,429,922,654
Profit for the year	-	-	-	-	187,324,191	187,324,191
Transferred to statutory reserve	-	-	21,379,049	-	(21,379,049)	-
Transferred to provision for Tax	-	-	-	-	(80,428,947)	(80,428,947)
Bonus share issued	72,326,740	-	-	-	(72,326,740)	-
Revaluation of properties	-	-	-	-	-	-
Balance as at 31st December 2014	675,049,650	251,402,124	224,069,041	300,000,000	86,297,082	1,536,817,897
Changes in accounting policy	-	-	-	-	-	-
Restated balance	675,049,650	251,402,124	224,069,041	300,000,000	86,297,082	1,536,817,897
Surplus/deficit on account of revaluation of properties	-	-	-	-	-	-
Surplus/deficit on account of revaluation of investment	-	-	-	-	-	-
Issue of share Capital (including premium)	-	-	-	-	-	-
Bonus share issued (2014)	371,277,300	-	-	(300,000,000)	(71,277,300)	-
Net profit after tax for the year	-	-	-	-	188,561,859	188,561,859
Transferred to statutory reserve	-	-	37,712,372	-	(37,712,372)	-
Balance as at 31st December 2015	1,046,326,950	251,402,124	261,781,412	-	165,869,270	1,725,379,756

The accompanying notes form an integral part of these financial statements.


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED

LIQUIDITY STATEMENT

(Analysis of maturity of assets and liabilities)
FOR THE YEAR ENDED DECEMBER 31, 2015

Particulars	Up to 1 month Taka	1-3 months Taka	3-12 months Taka	1-5 years Taka	Above 5 years Taka	Total Taka
Assets :						
Cash in hand	942,472	-	-	-	-	942,472
Balance with Bangladesh Bank and its agents	48,197,145	-	-	-	-	48,197,145
Balance with banks and other financial institutions	202,994,976	200,000,000	214,000,000	-	-	616,994,976
Money at call and short notice	-	-	-	-	-	-
Investments	127,789,444	-	100,482,400	-	2,569,450	230,841,294
Leases, loans and advances	336,592,457	865,688,386	740,041,555	2,747,628,359	-	4,689,950,757
Fixed assets including premises, furniture and fixtures	-	-	11,947,538	6,770,454	282,725,889	311,443,881
Other assets	-	-	56,106,040	29,789,763	249,989,980	345,895,783
Non-business assets	-	-	-	-	-	-
Total assets (A)	716,516,494	1,065,688,386	1,132,577,533	2,784,198,576	545,295,319	6,244,266,308
Liabilities :						
Borrowings from banks, other financial institutions and agents	189,894,586	56,575,597	186,608,592	385,438,572	-	818,517,347
Deposits and other accounts	401,127,605	792,843,708	898,512,945	787,640,613	74,243,299	2,954,368,170
Provision and other liabilities	-	-	-	746,001,035	-	746,001,035
Total liabilities (B)	591,022,191	849,419,305	1,085,121,537	1,919,080,220	74,243,299	4,518,886,552
Net liquidity gap (A - B)	125,494,303	216,269,081	47,455,996	865,108,356	471,052,020	1,725,379,756


Company Secretary


Director


Managing Director & CEO

Signed as per our annexed report of even date

Dated, Dhaka
April 04, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED
NOTES TO THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

1.0 CORPORATE INFORMATION:

1.1 Legal Status

GSP Finance Company (Bangladesh) Limited is a Financial Institution (FI) incorporated in Bangladesh on October 29, 1995 as a Public Limited Company under the Companies Act, 1994. The Company offers lease finance of all types of plant, machinery, equipment and vehicles both for industrial and commercial use. The Company received its certificate of commencement of business on January 14, 1996 and its license on March 04, 1996 as required under Section 4(1) of the Financial Institutions Act, 1993. The Company went into commercial operation on April 17, 1996. The Company was listed with Chittagong and Dhaka Stock Exchanges on March 14, 2012 and March 28, 2012 respectively. The registered office of the Company is situated at 1, Paribagh, Mymensingh Road, Dhaka-1000.

- 1.2 The Company also got a separate license from Bangladesh Securities and Exchange Commission on August 24, 1999 for working as a Merchant Bank. But pursuant to the requirement of Bangladesh Securities and Exchange Commission, GSP Finance Company (Bangladesh) Limited formed a subsidiary in the name of "GSP Investments Limited" with a view to separate its existing Merchant Banking operation which was approved by Bangladesh Securities and Exchange Commission vide their letter no. SEC/Reg./MB/SUB-16/2011/113 dated August 14, 2014. GSP Investments Limited is duly incorporated with the Registrar of Joint Stock Companies and Firms (RJSC) as a private limited company with authorised and paid up capital are Tk. 50 crore and Tk.25 crore respectively.

The principal activities of GSP Investments Limited are:

Issue Management
Underwriting
Portfolio Management
Corporate Advisory Services
Securities Trading Services
Margin Loan

1.3 Nature of Business

The Company carries out the following types of business:

Lease Financing
Term Finance
Acceptance of Term Deposits
Working Capital Finance
Syndication Finance
Money Market Operation

2.00 SIGNIFICANT ACCOUNTING POLICIES :

2.1 Basis of Accounting

These Financial Statements have been prepared under historical cost convention following accrual basis of accounting and in compliance with the requirements of Companies Act 1994, Bangladesh Accounting Standards (BASs), Bangladesh Financial Reporting Standards (BFRSs) and Financial Institution Act 1993.

2.1.1 Basis of consolidation of operation of subsidiary

The Financial Statements of the Company and its subsidiary have been consolidated in accordance with Bangladesh Accounting Standards 27 " Consolidated and Separate Financial Statements". The consolidation of the financial statement has been made after eliminating all material inter Company balances, income and expenses arising from inter Company transactions.

2.2 Separate Books of Accounts

The company maintains separate office and books of accounts for its subsidiary as required under the regulations of Bangladesh Securities and Exchange Commission.

2.3 Profit or Loss on Sale of shares

Profit or loss arising from the sale of shares are accounted for on cash basis.

2.4 Borrowing Costs

Borrowing costs are recognized as expenses in the period in which those are incurred in accordance with benchmark treatment of BAS 23.

2.5 Revenue Recognition

As per BAS 18, revenue is recognized when it is expected that the economic benefits associated with the transaction will flow to Company and the amount of revenue and the cost incurred or to be incurred in respect of the transaction can be measured reliably.

2.5.1 Lease Financing

Interest is recognized as and when it is accrued. Lease interest outstanding over 2 months are recognized as interest suspense and not as revenue. Fee based income and delinquent charges from lease operations are accounted for on cash basis.

2.5.2 Interest on Direct Finance

Interest on term finance is recognized when interest is accrued. No interest on loan is accounted for as revenue where any portion of capital or interest is in arrear for more than 2 months. Fee based income and delinquent charges from loan operations are accounted for on cash basis.

2.6 Accounting for Leases

Books of accounts for leasing operation has been prepared following the criteria of Bangladesh Accounting Standard 17 (BAS 17) under Financing Method since assets leased out to customers under lease agreements transfer substantially all the risks and rewards associated with the ownership of the assets, other than legal title, to customers and all leases are full payout leases.

In accordance with BAS 17 the aggregate lease receivables including the unguaranteed residual value throughout the primary lease term are recorded as gross receivable while the excess of gross receivable over acquisition cost including the interest during period of acquiring lease assets constitutes the unearned lease income.

The unearned income is recognized as revenue over the lease period generating a constant rate of return over lease period.

2.7 Accounting for Direct Finance

Direct finance consisting of short term & long term finance are maintained based on the accrual method of accounting. Outstanding amount of long term loans has been shown in the balance sheet as assets under the head of Direct finance. Interest earnings are recognized as operational revenue.

2.8 Fixed Assets

Freehold assets are recognized at cost of acquisition less accumulated depreciation with impairment losses, if any, in compliance with the benchmark treatment of BAS 16 "Property, Plant and Equipment".

2.9 Depreciation

Fixed Assets for Company's own use are depreciated at different ranges from 10% to 20% applying straight line method throughout the estimated span of useful life ranging from five to ten years. Rate of depreciation is as follows:

Type of Assets	Rate
Land & Land Development	0%
Office Building	10%
Furniture & Fixtures	10%
Telephone System	20%
Motor Vehicles	20%
Electrical Goods & Installation	20%
Office Equipment	20%
Generator & Installation	20%
House Property	10%

2.10 Provisions for Doubtful loss on Leases and Direct Finance

Provisions for classified and unclassified leases and direct finance receivables have been made as per guidelines of Bangladesh Bank through FID circular no. 08 of 2002 , FID circular no.03 ,May 03 of 2006 and other directives as applicable as follows:

1 to 2	Unclassified (SME)	0.25%
1 to 2	Unclassified	1%
3 to 5	SMA	5%
6 to 11	Sub-standard	20%
12 to 17	Doubtful	50%
18 and over	Bad or Loss	100%

2.11 Employees Benefits Scheme

2.11.1 Defined Contribution Plan

2.11.1.1 Provident fund

The Company operates a contributory provident fund for its permanent employees. Provident fund is administered by a Board of Trustees and is funded by contributions equally from the employees and from company at a predetermined rate. The fund is handled & invested separately by the Board of Trustees.

2.11.1.2 Other long term benefits

The Company operates a group term life insurance scheme for all of its permanent employees. It maintains a health insurance for hospitalisation of all of its permanent employees, which include their spouses.

2.11.2 Defined benefit Plan

2.11.2.1 Gratuity

The Company operates an unfunded gratuity scheme. Employees are entitled to gratuity benefit after completion of minimum ten years continuous and uninterrupted service in the company. The gratuity payment is calculated on the basis of Actuarial Report. The proposal for funding facilities of the gratuity fund is under consideration of NBR.

2.12 Corporate Tax

2.12.1 Current Tax

Provision for Taxation for the Company has been sufficiently kept and the company has sufficient fund to meet taxation liabilities arising out of tax refunds of previous years.

2.12.2 Deferred Tax

The Company has conducted an exercise to find out deferred tax asset/(liability) based on temporary differences arising from the carrying amount of an asset or (liability) in the balance sheet and its tax base . Accordingly deferred tax is recognized as per BAS-12.

2.13 Trade Receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realizable.

2.14 Payable and Accruals

Liabilities are recognized for the amounts to be paid in future for goods and services received.

2.15 Provisions

A provision is recognized in the Balance Sheet when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.16 General**Comparative Information**

Comparative information has been disclosed in respect of the year 2014 for all numerical information in the Financial Statements and also the narrative and descriptive information where it is relevant for understanding of the current year's Financial Statements. Previous year figures have been rearranged wherever considered necessary to conform to current year's presentation.

2.17 Renewal of FDR and interest thereon

FDR if not encashed on due date, is considered automatically renewed with interest earned upto maturity date and due at the equivalent current rate of interest.

2.18 Rounding off

Monetary figures in the financial statements have been rounded off to the nearest Taka.

		Amount in Taka	
		2015	2014
3.00 CASH			
3.1 Cash in hand			
In local currency	942,472	52,047	
In foreign currency	-	-	
	942,472	52,047	
3.1(a) Cash in hand (consolidated)			
GSP Finance Company (Bangladesh) Limited	942,472	52,047	
GSP Investments Limited	22,812	7,028	
	965,284	59,075	
3.2 Balance with Bangladesh Bank and its agents Bank(s)			
In local currency	48,197,145	30,083,750	
In foreign currency	-	-	
	48,197,145	30,083,750	
3.2(a) Balance with Bangladesh Bank and its agents Bank(s) (consolidated)			
GSP Finance Company (Bangladesh) Limited	48,197,145	30,083,750	
GSP Investments Limited	-	-	
	48,197,145	30,083,750	
3.3 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)			
Cash Reserve Requirement @ 2.5% and Statutory Liquidity Reserve @ 5% have been calculated and maintained in accordance with FID Circular # 02 and 06 dated 10 November 2004 and 31 May 2001 respectively.			
a) Cash Reserve Requirement			
Required Reserve (2.5% on term deposit)	31,584,302	28,025,841	
Actual Reserve maintained (note -3.2)	48,197,145	30,083,750	
Surplus / (deficit)	16,612,843	2,057,909	
b) Statutory Liquidity Reserve			
Required Reserve	86,144,577	74,608,939	
Actual Reserve maintained	216,134,593	132,094,168	
Surplus / (deficit)	129,990,016	57,485,229	

		Amount in Taka	
		2015	2014
4	Balance with banks and other financial institutions		
	In Bangladesh		
	Current accounts (note-4.1)	-	13,893,728
	Short term deposit accounts (note-4.2)	96,994,976	18,064,643
	Savings accounts (note-4.3)	-	-
	Fixed deposit accounts (note-4.4)	520,000,000	70,000,000
		616,994,976	101,958,371
	Outside Bangladesh		
		-	-
	The company does not maintain any account outside of Bangladesh		
4(a)	Balance with banks and other financial institutions (consolidated)		
	GSP Finance Company (Bangladesh) Limited	616,994,976	101,958,371
	GSP Investments Limited	4,869,685	2,590,481
		621,864,661	104,548,852
4.1	Current account		
	BASIC Bank Ltd.	-	13,858,647
	One Bank Ltd.	-	35,081
		-	13,893,728
4.2	Short term deposit account		
	BASIC Bank Ltd.	69,221,412	-
	Commercial Bank of Ceylon Plc (Money Market A/c)	1,136,314	342,219
	Dutch Bangla Bank Ltd.	27,383	769,946
	Mercantile Bank Ltd.	-	429,588
	Mutual Trust Bank Ltd.	23,691,290	14,140,741
	Prime Bank Ltd.	9,500	167,200
	Shahjalal Islami Bank Ltd	1,568,601	368,507
	Standard Bank Ltd.	925,072	1,389,104
	The City Bank Ltd.	287,589	288,981
	Uttara Bank Ltd	127,815	168,357
		96,994,976	18,064,643
4.3	Savings accounts		
	The company does not maintain any savings account		
4.4	Fixed deposit accounts		
	BASIC Bank Ltd.	6,000,000	6,000,000
	Mutual Trust Bank Ltd.	4,000,000	4,000,000
	Reliance Finance Ltd.	-	50,000,000
	Premier leasing & Finance Ltd.	50,000,000	-
	Shahjalal Islami Bank Ltd	1,000,000	1,000,000
	Standard Bank Ltd.	9,000,000	9,000,000
	The Farmers Bank Limited	450,000,000	-
		520,000,000	70,000,000
4.5	Maturity grouping of balance with banks and other financial institutions		
	On demand	96,994,976	31,958,371
	Up to 1 month	106,000,000	6,000,000
	Over 1 month but not more than 3 months	200,000,000	50,000,000
	Over 3 months but not more than 1 year	214,000,000	14,000,000
	Over 1 year but not more than 5 years	-	-
	Over 5 years	-	-
		616,994,976	101,958,371

		Amount in Taka	
		2015	2014
5	Money at call and short notice:	-	-
		-	-
5(a)	Money at call and short notice (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	-
	GSP Investments Limited	-	-
		-	-
6	Investments		
	Investment classified as per		
	Government (note -6.1)	-	-
	Others (note-6.2)	230,841,294	230,488,285
		230,841,294	230,488,285
6(a)	Investments (consolidated)		
	GSP Finance Company (Bangladesh) Limited	230,841,294	230,488,285
	GSP Investments Limited	19,885,630	-
		250,726,924	230,488,285
6.1	Government Securities:		
	Treasury bills	-	-
	National investment bonds	-	-
	Bangladesh Bank bills	-	-
	Government notes / bonds	-	-
	Prize bonds	-	-
	Others	-	-
		-	-
6.2	Other investments:		
	Investment in shares (Annexure-A)	230,841,294	230,488,285
	Debenture and bonds	-	-
	Other investment	-	-
	Gold etc.	-	-
		230,841,294	230,488,285
6.3	Maturity grouping of investments:		
	On demand	127,789,444	217,918,835
	Up to 1 month	-	-
	Over 1 month but not more than 3 months	-	-
	Over 3 months but not more than 1 year	100,482,400	10,000,000
	Over 1 year but not more than 5 years	-	-
	Over 5 years	2,569,450	2,569,450
		230,841,294	230,488,285
6.4	Other investments:		
	Investment in quoted Shares	127,789,444	115,339,955
	Investment in unquoted Shares	103,051,850	115,148,330
		230,841,294	230,488,285

		Amount in Taka	
		2015	2014
7	Leases, Loans and advances :		
7.1	a) Inside Bangladesh		
	Leases (note -7.2)	612,158,560	656,046,892
	Loans	4,077,792,197	3,545,450,596
	Cash credits	-	-
	Overdrafts	-	-
		4,689,950,757	4,201,497,488
	b) outside Bangladesh		
		-	-
		4,689,950,757	4,201,497,488
7.1.1	Lease Finance		
	(As per paragraph 47 of BAS 17)		
	Principal Outstanding	351,645,610	365,019,602
	Account receivable	260,512,950	291,027,290
	Total	612,158,560	656,046,892
	Principal Outstanding		
	Gross lease rental receivable	455,888,422	465,470,584
	Unearned lease income	104,242,812	100,450,982
	Total	351,645,610	365,019,602
7.2	Leases	611,626,548	655,514,880
	Advances for leases (note -7.2.1)	532,012	532,012
		612,158,560	656,046,892
7.2.1	Advance for leases		
	These represent disbursements made to clients for procuring assets under lease and on execution advances are transferred to lease finance.	532,012	532,012
		532,012	532,012
7.3	Sector wise leases, loans and advances		
	Public sector	-	-
	Co-operative sector	250,763,836	239,581,518
	Private sector	4,439,186,921	3,961,915,970
		4,689,950,757	4,201,497,488
7.4	Residual maturity grouping of leases, loans and advances		
	On demand	-	-
	Up to 1 month	336,592,457	294,213,710
	Over 1 month but not more than 3 months	865,688,386	786,093,886
	Over 3 months but not more than 1 year	740,041,555	947,598,907
	Over 1 year but not more than 5 years	2,747,628,359	2,173,590,985
	Over 5 years	-	-
		4,689,950,757	4,201,497,488

7.5 Leases, loans and advances on the basis of significant concentration

a) Leases, loans and advances to Directors and organizations related to Directors (fully secured)

b) Leases, loans and advances to Chief Executive Officer and other senior executives

c) Leases, loans and advances to customers groups:

i) Leases

ii) Loans

d) Leases, loans and advances on sector basis:

i) Textiles

ii) Garments and Accessories

iii) Transport (including Marine Transport)

iv) Chemicals and pharmaceuticals

v) Iron, Steel and Engineering

vi) Agricultural Equipments and Agro Industries

vii) Power and Energy

viii) Electronics and Electrical

ix) Information technology (IT)

x) Paper printing and Packaging

xi) Plastic

xii) Real Estate and Housing

xiii) Food and Beverage

xiv) Glass and Ceramics

xv) Services

xvi) Others

7.6 Leases, loans and advances on geographical basis:

Inside Bangladesh:

Urban :

Dhaka Division

Chittagong Division

Khulna Division

Rajshahi Division

Barisal Division

Sylhet Division

Rural :

Dhaka Division

Chittagong Division

Khulna Division

Rajshahi Division

Barisal Division

Sylhet Division

Outside Bangladesh:

Total

Amount in Taka	
2015	2014
46,699,453	13,185,450
-	-
-	-
-	-
578,112,544	656,046,892
4,065,138,760	3,532,265,146
4,689,950,757	4,201,497,488
189,974,387	92,591,307
239,671,837	415,401,867
212,731,109	213,929,608
40,181,554	24,550,304
225,343,750	91,800,103
48,976,633	55,228,535
432,220,544	368,600,005
-	-
179,059,435	-
200,715,460	131,836,279
-	-
-	57,628,001
61,915,548	116,208,825
-	-
731,003,307	546,800,006
2,128,152,193	2,086,922,648
4,689,950,757	4,201,497,488
4,565,390,073	4,069,661,209
124,560,684	131,836,279
-	-
-	-
-	-
-	-
4,689,950,757	4,201,497,488
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-

		Amount in Taka	
		2015	2014
7.7	Classification of Leases, loans and advances :		
	Unclassified :		
	Standard	4,117,099,440	3,695,924,954
	Special mention account	269,001,664	212,676,090
		<u>4,386,101,104</u>	<u>3,908,601,044</u>
	Classified :		
	Sub-standard	58,846,048	-
	Doubtful	-	37,160,000
	Bad/Loss	245,003,605	255,736,444
		<u>303,849,653</u>	<u>292,896,444</u>
	Total	<u>4,689,950,757</u>	<u>4,201,497,488</u>
7.8	Net Leases ,loans and advances :		
	Total Leases , loans and advances (note- 7.1)	4,689,950,757	4,201,497,488
	Less :		
	Non-performing leases, loans and advances (note-7.7)	303,849,653	292,896,444
	Interest suspenses (note-14.5)	62,271,667	56,879,734
	Provision for leases, loans and advances	165,343,327	177,364,420
		<u>531,464,647</u>	<u>527,140,598</u>
		<u>4,158,486,110</u>	<u>3,674,356,890</u>
7.9	Particulars of Leases, loans and advances:		
	a) Lease, loans and advances considered good and in respect of which the financial institution is fully secured	2,578,503,663	2,110,218,635
	b) Lease , loans and advances considered good against which the financial institution holds no security other than the debtors personal guarantee	-	-
		1,378,397,219	1,258,954,466
	c) Lease , loans and advances considered good secured by personal undertaking of one or more parties in addition to the personal guarantee of the debtors	-	-
		733,049,875	832,324,387
	d) Lease , loans and advances adversely classified : provision not maintained there	-	-
	e) Lease , loans and advances due by directors or officers of the financial institution or any of them either separately or jointly with any other person	-	-
	f) Lease , loans and advances due from companies or firms in which the directors of the financial institution have interest as directors, partners,managing agents or in case of the private companies , as members	-	-
	g) Maximum total amount of leases , loans and advances including temporary advances made in any time during the year to the directors or managing directors or officers of the financial institution or any of them either separately or jointly with any other person	-	-
	h) Maximum total amount of leases, loans and advances including temporary advances granted during the year to companies or firms in which the directors of the financial institution have interest as directors, partners, managing agents or in case of the private companies, as members	-	-
	i) Due from banks and other financial institutions	-	-
	j) Classified leases , loans and advances:		
	i) Classified leases, loans and advances on which no interest has been charged	303,849,653	292,896,444
	ii) Provision on classified leases , loans and advances	109,003,696	130,365,725
	iii) Provision kept against leases, loans and advances classified as bad debts	43,533,354	43,533,354
	iv) Interest credited to interest suspense account (note-14.5)	62,271,667	56,879,734

		Amount in Taka	
		2015	2014
k) Cumulative amount of written-off leases, loans and advances:			
Opening balance		-	-
Amount written -off during the year		-	-
Amount realized against leases, loans and advances		-	-
The amount of written-off / classified leases, loans and advances for which law suites has been filed		-	-
7.10 Suits filed by the Company :			
As at 31 December 2015 , GSP Finance Company (Bangladesh) Limited filed 11 suits against 07 clients under Artha Rin Adalat Ain -2003, Total suit amount was Tk. 31,07,37,771/- only.			
7(a) Leases ,Loans and advances (consolidated)			
GSP Finance Company (Bangladesh) Limited		4,689,950,757	4,201,497,488
GSP Investments Limited		1,337,455,805	1,143,916,365
		6,027,406,562	5,345,413,853
Less: Inter company transaction		1,039,235,154	878,117,016
		4,988,171,408	4,467,296,837
8 Bills purchased and discounted			
Payable in Bangladesh		-	-
Payable outside Bangladesh		-	-
8(a) Bills purchased and discounted (consolidated)			
GSP Finance Company (Bangladesh) Limited		-	-
GSP Investments Limited		-	-
9 Fixed assets including premises, furniture and fixtures:			
Cost:			
Opening Balance		373,691,648	364,266,747
Addition during the year		6,259,814	9,424,901
		379,951,462	373,691,648
Adjustment during the year		6,000,000	-
Closing Balance (A)		373,951,462	373,691,648
Less : Accumulated Depreciation :			
Opening Balance		59,232,824	51,388,294
Charged during the year:		8,043,524	7,844,530
		67,276,348	59,232,824
Adjustment during the year		4,768,766	-
Closing Balance (B)		62,507,582	59,232,824
Written Down Value (A-B) (Annexure -C)		311,443,881	314,458,824
9(a) Fixed assets including premises, furniture and fixtures (consolidated)			
GSP Finance Company (Bangladesh) Limited		311,443,881	314,458,824
GSP Investments Limited		2,246,096	1,448,821
Written Down Value (Annexure -B)		313,689,977	315,907,645

		Amount in Taka	
		2015	2014
10 Other assets			
Corporate Tax paid in advance and Tax at source		29,140,624	24,453,361
Advance, Deposits and Prepayments		163,189	297,688
Sundry Debtors		66,591,990	57,992,710
Investment in Subsidiary: GSP Investments Limited		249,999,980	249,999,980
		345,895,783	332,743,739
10(a) Other assets (consolidated)			
GSP Finance Company (Bangladesh) Limited		345,895,783	332,743,739
GSP Investments Limited		195,984	708,075
		346,091,767	333,451,814
Less: Inter company transaction		249,999,980	249,999,980
		96,091,787	83,451,834
		-	-
11 Non-business assets			
As at 31 December 2015, GSP Finance Company (Bangladesh) Limited does not have any non-business assets.		-	-
12 Borrowings from banks ,other financial institutions and agents:			
In Bangladesh (note-12.1)		818,517,347	853,938,195
Outside Bangladesh (note-12.2)		-	-
		818,517,347	853,938,195
12.1 In Bangladesh			
Short-term loan			
The Farmers Bank Ltd.		60,000,000	-
Mutual Trust Bank Ltd.		60,000,000	-
Standard Bank Ltd.		40,000,000	-
		160,000,000	-
Long-term loan			
Mutual Trust Bank Ltd		61,050,540	114,940,125
Premier Bank Ltd.		-	100,000,000
Shahjalal Bank Ltd		-	96,401,470
Southeast Bank Ltd.		183,145,031	146,998,773
Standard Bank Ltd.		-	80,014,492
Prime Bank Ltd.		100,000,000	-
Uttara Bank Ltd.		145,833,331	245,833,335
Bangladesh Bank (IPFF fund)		168,488,445	69,750,000
		658,517,347	853,938,195
12.2 Outside Bangladesh			
As at December 31, 2015 the Company does not have any borrowing from outside of Bangladesh.		-	-
12.3 Analysis by Security against borrowing from banks, other financial institutions and agents.			
Secured		490,028,902	784,188,195
Unsecured (IPFF and Call Loan)		328,488,445	69,750,000
		818,517,347	853,938,195
Borrowing from banks, other financial institutions and agents are secured by floating charges with R.J.S.C on all moveable and immovable assets of the Company ranking Pari-Passu security sharing agreement among the lenders.			

		Amount in Taka	
		2015	2014
12.4	Maturity grouping of borrowings from banks, other financial institutions and agents.		
	Repayable on demand	160,000,000	-
	Up to 1 month	29,894,586	30,144,982
	Over 1 month but not more than 3 months	56,575,597	60,588,784
	Over 3 months but not more than 1 year	186,608,592	215,549,455
	Over 1 year but not more than 5 years	385,438,572	547,654,974
	Over 5 years	-	-
		818,517,347	853,938,195
12(a)	Borrowings from banks, other financial institutions and agents (consolidated)		
	GSP Finance Company (Bangladesh) Limited	818,517,347	853,938,195
	GSP Investments Limited	1,039,235,154	878,117,016
		1,857,752,501	1,732,055,211
	Less: Inter company transaction	1,039,235,154	878,117,016
		818,517,347	853,938,195
13	Deposits and other accounts:		
	Current deposits (note-13.1)	-	-
	Bills payable (note-13.2)	-	-
	Savings deposits (note-13.3)	-	-
	Term deposits (note-13.4)	2,954,368,170	2,204,593,155
	Bearer certificate of deposit (note-13.5)	-	-
	Other deposits (note-13.6)	-	-
		2,954,368,170	2,204,593,155
13.1	Current deposits	-	-
	To confirm the Bangladesh Bank's guidelines regarding deposits, the Company does not operate any current deposit account.		
13.2	Bills payable	-	-
	As at 31 December 2015 the company does not have any bills payable		
13.3	Savings deposits	-	-
	To conform with the Bangladesh Bank's guidelines regarding deposits, the company does not operate any savings deposit account.		

		Amount in Taka	
		2015	2014
13.4	Term deposits		
	Deposits from banks and other financial institutions (note-13.4.1)	1,600,000,000	1,150,000,000
	Deposits from customers (note-13.4.2)	1,354,368,170	1,054,593,155
		2,954,368,170	2,204,593,155
13.4.1	Deposits from banks and other financial institutions		
	Agrani Bank Limited	100,000,000	-
	Bangladesh Commerce Bank Ltd	200,000,000	150,000,000
	Brac Bank Ltd	250,000,000	250,000,000
	Eastern Bank Ltd	100,000,000	100,000,000
	NRB Commercial Bank Ltd.	150,000,000	150,000,000
	Sonali Bank Ltd	150,000,000	150,000,000
	Southeast Bank Ltd.	200,000,000	-
	The Farmers Bank Ltd.	50,000,000	100,000,000
	Meghna Bank Ltd.	100,000,000	-
	Midland Bank Ltd.	-	250,000,000
	Modhumoti Bank Ltd.	50,000,000	-
	Mutual Trust Bank Ltd.	100,000,000	-
	South Bangla Agriculture & Commerce Bank Ltd.	150,000,000	-
		1,600,000,000	1,150,000,000
13.4.2	Deposits from customers		
	Deposits from general public	808,641,764	713,730,231
	Deposits from companies	545,726,406	340,862,924
		1,354,368,170	1,054,593,155
13.5	Bearer certificate of deposit	-	-
	To conform with the Bangladesh Bank's guidelines regarding deposits, the company does not have any bearer certificate of deposit.		
13.6	Other deposits	-	-
	As at 31 December 2015, the company does not have any other deposit account.		
13.7	Maturity grouping of deposits and other accounts:		
	Repayable on demand	-	-
	Up to 1 month	401,127,605	301,192,879
	Over 1 month but not more than 6 months	1,392,843,708	1,151,292,758
	Over 6 months but not more than 1 year	398,512,945	302,972,855
	Over 1 year but not more than 5 years	687,640,613	395,598,754
	Over 5 years but not more than 10 years	74,243,299	53,535,909
	Over 10 years	-	-
		2,954,368,170	2,204,593,155
13(a)	Deposits and other accounts (consolidated)		
	GSP Finance Company (Bangladesh) Limited	2,954,368,170	2,204,593,155
	GSP Investments Limited	2,954,368,170	2,204,593,155
14	Other liabilities		
	Expenditure and other payable (note-14.1)	15,186,841	13,259,672
	Provision for leases, loans and advances (note-14.2)	165,343,327	177,364,420
	Provision for investment in share (note-14.3)	22,425,137	2,669,948
	Provision for income tax (note-14.4)	452,715,085	336,476,792
	Interest suspense account (note-14.5)	62,271,667	56,879,734
	Advance rental / installment against leases, loans and advances	24,351,479	26,175,191
	Provision for gratuity	3,707,500	3,107,500
		746,001,035	615,933,257

		Amount in Taka	
		2015	2014
14.1	Expenditure and other payable		
	Sundry Creditors	2,863,685	2,851,085
	Accrued interest on deposits	11,363,984	9,333,169
	Audit Fee	80,000	75,000
	Value Added Tax deducted at source	-	33,750
	Security Deposit (Tenancy -BCDL)	400,000	200,000
	Security Deposit (Tenancy- CBCL)	479,172	766,668
		15,186,841	13,259,672
14.2	Provision for leases, loans and advances		
	This represents the amount calculated as per circular issued by the Bangladesh Bank in this regard to cover all the required provision of the company as at 31 December 2015.		
	Total provision is made up as follows:		
	Movements in provision on classified leases, loans and advances (A)		
	Balance on 01 January	130,365,725	82,274,422
	Provision made during the year	(21,362,029)	48,091,303
	Balance at 31 December	109,003,696	130,365,725
	Movements in provision on unclassified leases, loans and advances (B)		
	Balance at 01 January	46,998,695	46,005,383
	Provision made during the year	9,340,936	993,312
	Balance at 31 December	56,339,631	46,998,695
	Total (A + B)	165,343,327	177,364,420
14.3	Provision for investment in shares		
	Balance at 01 January	2,669,348	1,773,809
	Provision made during the year	19,755,189	896,139
	Balance at 31 December (Annexure -A for detail)	22,425,137	2,669,948
14.4	Provision for income tax:		
	Balance at 01 January	336,476,792	260,647,836
	Provision made during the year	126,724,116	80,428,947
		463,200,908	341,076,783
	Adjustment for the year	10,485,823	4,599,991
	Balance at 31 December	452,715,085	336,476,792
	This is arrived as at under:		

Year	Opening balance	Current tax provision	Adjusted as per assessment/reversal	Closing balance
Year ended 2001	-	32,578,393	28,338,015	4,240,378
Year ended 2002	4,240,378	42,882,847	10,506,502	36,816,723
Year ended 2003	36,816,723	-	793,103	35,823,620
Year ended 2004	35,823,620	-	-	35,823,620
Year ended 2005	35,823,620	-	-	35,823,620
Year ended 2006	35,823,620	23,049,759	30,526,868	28,346,511
Year ended 2007	28,346,511	13,860,932	5,906,787	36,300,656
Year ended 2008	36,300,656	12,810,773	-	49,111,429
Year ended 2009	49,111,429	19,936,977	2,490,200	66,558,206
Year ended 2010	66,558,206	55,954,412	2,010,128	120,502,490
Year ended 2011	120,502,490	30,011,498	-	150,513,988
Year ended 2012	150,513,988	73,814,410	21,356,557	202,971,841
Year ended 2013	202,971,841	65,873,374	8,197,378	260,647,837
Year ended 2014	260,647,837	80,428,947	4,599,991	336,476,792
Year ended 2015	336,476,792	126,724,116	452,715,085	452,715,085

The company's tax assessment has been completed upto Assessment Year 2014-2015. Sufficient provision for taxation has been made for the year.

		Amount in Taka		
		2015	2014	
14.5	Interest suspense account			
This represents interest on lease and loans income not recognized as income according to Bangladesh Bank's FID circular # 03 of 2006. Details are as follows:				
Balance at 01 January		56,879,734	59,307,266	
Add: Amount transferred to interest suspense account during the year		38,154,194	22,160,163	
Less: Amount recovered from interest suspense account during the year		(32,762,261)	(24,587,695)	
Balance at 31 December		62,271,667	56,879,734	
14.5.1	Details of interest suspense account			
Interest suspense for unclassified leases , loans and advances (A)				
Standard		2,664,011	-	
Special mention account		16,581,121	10,754,043	
		19,245,132	10,754,043	
Interest suspense for classified leases , loans and advances (B)				
Sub - standard		7,872,033	-	
Doubtful		-	-	
Bad/Loss		35,154,502	46,125,691	
		43,026,535	46,125,691	
Total (A + B)		62,271,667	56,879,734	
14(a)	Other liabilities (consolidated)			
GSP Finance Company (Bangladesh) Limited		746,001,035	615,933,257	
GSP Investments Limited		55,867,966	11,588,915	
		801,869,001	627,522,172	
Less: Inter company transaction		-	-	
		801,869,001	627,522,172	
15	Share Capital:			
15.1	Authorized capital			
200,000,000 Ordinary shares of Tk. 10 each		2,000,000,000	2,000,000,000	
15.2	Issued, Subscribed & Paid up Capital :			
104,632,695 Ordinary shares of Tk. 10 each		1,046,326,950	675,049,650	
		% of share holding 2015		
Domestic Shareholding Position		79.34%	819,793,280	
Foreign Shareholding Position		21.66%	226,533,670	
		100.00%	1,046,326,950	
15.3	Raising of share capital			
GSP Finance Company (Bangladesh) Limited raised its share capital as follows:				
Year	Type of issue of paid up capital	No. of shares	Value of shares	Cumulative paid up capital
1995	Opening capital	22,505	2,250,500	2,250,500
1995	Allotment	25,000	2,500,000	4,750,500
1996	Allotment	1,429,177	142,917,700	147,668,200
1997	Allotment	23,318	2,331,800	150,000,000
2000	Allotment	100,000	10,000,000	160,000,000
2001	Allotment	100,000	10,000,000	170,000,000
2005	Bonus	170,000	17,000,000	187,000,000
2007	Bonus	187,000	18,700,000	205,700,000
2008	Bonus	102,850	10,285,000	215,985,000
2010	Bonus	6,047,580	60,475,800	276,460,800
2012	Allotment (IPO)	20,000,000	200,000,000	476,460,800
2012	Bonus	4,764,608	47,646,080	524,106,880
2013	Bonus	7,861,603	78,616,030	602,722,910
2014	Bonus	7,232,675	72,326,740	675,049,650
2015	Bonus	37,127,730	371,277,300	1,046,326,950

15.4 Holding of shares as on 31 December 2015 classified by number of shares as required by Regulation 37(3) of the Listing Regulations of Dhaka Stock Exchange Ltd.

Range of share Quantity	Number of Shares	Number of Holders	Holding Position in %	Amount Tk.
Less than 500 shares	645393	3569	0.62%	6,453,930
501 to 5000 shares	8245436	5613	7.88%	82,454,360
5001 to 10000 shares	3593711	467	3.43%	35,937,110
10001 to 20000 shares	4245458	287	4.06%	42,454,580
20001 to 30000 shares	2203197	88	2.11%	22,031,970
30001 to 40000 shares	1913948	55	1.83%	19,139,480
40001 to 50000 shares	1327114	28	1.28%	13,271,140
50001 to 100000 shares	5289605	75	5.06%	52,896,050
100001 to 1,000,000 shares	16121137	51	15.41%	161,211,370
Above 1,000,000 shares	61047696	11	58.34%	610,476,960
Total	104632695	10244	100%	1,046,326,950

15.5 Capital adequacy requirement
As per Clause 4(Gha) of The Financial Institutions Regulations 1994 and Bangladesh Bank's circulars in this regard, status of the company's capital adequacy is as under:

	Amount in Taka	
	2015	2014
A. Eligible Capital :		
1. Tier-1 Capital	1,473,977,632	1,285,415,773
2. Tier-2 Capital	201,691,903	74,290,432
3. Total Eligible Capital (1+2)	1,675,669,535	1,359,706,205
B. Total Risk Weighted Assets (RWA)	7,905,852,774	7,168,070,648
C. Capital Adequacy Ratio (CAR) (A3/B)*100	21.20	18.97
D. Core Capital to RWA (A1/B)*100	18.64	17.93
E. Supplementary Capital to RWA (A2/B)*100	2.55	1.04
F. Minimum Capital Requirement (MCR)	790,585,277	716,807,065
Surplus/(Deficit) as per Capital Adequacy and Market Discipline	885,084,258	642,899,140
Surplus/(Deficit) (as per DFIM Circular No.-5 dated 24 July 2011 and Circular No.-9 dated 04 November 2009)	46,326,950	(324,950,350)
Tier-1 (Core Capital):		
Paid up Capital	1,046,326,950	675,049,650
Statutory Reserve	261,781,412	224,069,041
Share Premium	-	300,000,000
Retained Earnings	165,869,270	86,297,082
	1,473,977,632	1,285,415,773
Tier-2 (Supplementary Capital):		
General Provision (Unclassified loans upto specified limit+SMA+off Balance Sheet Exposure)	75,990,841	49,150,220
Assets Revaluation Reserve upto 50%	125,701,062	25,140,212
	201,691,903	74,290,432
Risk Weighted Assets (RWA)		
A. Credit Risk		
On-Balance Sheet	6,517,928,111	5,862,661,094
Off-Balance Sheet	-	-
B. Market Risk	420,608,104	460,976,570
C. Operational Risk	967,316,559	844,432,984
	7,905,852,774	7,168,070,648

- 15.5.1 Capital adequacy requirement (Consolidated)
As per Clause 4(Gha) of The Financial Institutions Regulations 1994 and Bangladesh Bank's circulars in this regard, status of the company's capital adequacy is as under:

		Amount in Taka	
		2015	2014
A. Eligible Capital :			
1. Tier-1 Capital		1,493,550,522	1,294,380,611
2. Tier-2 Capital		205,465,830	77,092,961
3. Total Eligible Capital (1+2)		1,699,016,352	1,371,473,572
B. Total Risk Weighted Assets (RWA)		8,071,162,557	7,262,181,111
C. Capital Adequacy Ratio (CAR) (A3/B)*100		21.05	18.89
D. Core Capital to RWA (A1/B)*100		18.50	17.62
E. Supplementary Capital to RWA (A2/B)*100		2.55	1.06
F. Minimum Capital Requirement (MCR)		807,116,256	726,218,111
Surplus/(Deficit) as per Capital Adequacy and Market Discipline		891,900,096	645,255,461
Surplus/(Deficit) (as per DFIM Circular No.-5 dated 24 July 2011 and Circular No.-9 dated 04 November 2009)		46,326,950	(324,950,350)
Tier-1 (Core Capital)			
Paid up Capital		1,046,326,950	675,049,650
Statutory Reserve		261,781,412	224,069,041
Share Premium		-	300,000,000
Retained Earnings		185,442,160	95,261,920
		1,493,550,522	1,294,380,611
Tier-2 (Supplementary Capital)			
General Provision (Unclassified loans upto specified limit+SMA+off Balance Sheet Exposure)		79,764,768	51,952,749
Assets Revaluation Reserve upto 50%		125,701,062	25,140,212
		205,465,830	77,092,961
Risk Weighted Assets (RWA)			
A. Credit Risk			
On-Balance Sheet		6,643,127,447	5,947,566,871
Off-Balance Sheet		-	-
B. Market Risk		420,608,104	460,976,570
C. Operational Risk		1,007,427,006	853,637,670
		8,071,162,557	7,262,181,111
16 Share premium		-	300,000,000
		-	300,000,000
Share Premium received over face value against issue of 20,000,000 shares @ Tk. 15 per share in 2012. Stock dividend declared @ 55% for the year 2014 which was adjusted as fully paid bonus share from share premium account as per The Companies Act. 1994.			
17 According to the Rule 6 of The Financial Institutions Regulation 1994, the company transfers 20% of its net profits for the respective year to statutory reserve. Details movement of the reserve are as follows:			
Balance at 01 January		224,069,041	202,689,993
Add: Transferred during the year		37,712,372	21,379,048
Balance at 31 December		261,781,412	224,069,041
18 Other Reserve:			
Capital Reserve :			
Balance at 01 January		251,402,124	251,402,124
Add: Transferred during the year		-	-
Balance at 31 December		251,402,124	251,402,124

		Amount in Taka	
		2015	2014
19	Retained earnings		
	Balance at 01 January	86,297,082	73,107,627
	Less: Issue of bonus shares for the year 2014	(71,277,300)	(72,326,740)
	Add: Net profit for the year 2015	188,561,860	106,895,244
		203,581,642	107,676,131
	Less: Transfer to statutory reserve	(37,712,372)	(21,379,049)
	Balance at 31 December	165,869,270	86,297,082
	Apportionment:		
	Retained earnings balance	165,869,270	86,297,082
		165,869,270	86,297,082
19(a)	Retained earnings (consolidated)		
	GSP Finance Company (Bangladesh) Limited	165,869,270	86,297,082
	GSP Investments Limited (Note 19.a.a)	19,572,890	8,964,837
		185,442,160	95,261,920
19(aa)	Retained earnings of subsidiary		
	Balance at 01 January	8,964,837	-
	Add: Net profit for the year	10,608,053	8,964,837
		19,572,890	8,964,837
19.1	Contingent liabilities		
	Acceptances and endorsements	-	-
	Letter of guarantee (19.1.1)	-	-
	Irrevocable letter of credit	-	-
	Bills for collection	-	-
	Other contingent liabilities	-	-
		-	-
19.1.1	Letter of guarantee		
	Claims lodged with the company which is not recognized as loan	-	-
	Money for which the company is contingently liable in respect of the following:	-	-
	Directors	-	-
	Government	-	-
	Banks and other financial institutions	-	-
	Others	-	-
		-	-
19.2	Other commitments		
	Documentary credits and short term trade and related transactions	-	-
	Forward assets purchased and forward deposits placed	-	-
	Undrawn note issuance and revolving underwriting facilities	-	-
	Undrawn formal standby facilities, credit lines and other commitments	-	-
	Others	-	-
		-	-
As at 31 December 2015, the Company does not have any liabilities, which was not shown in the accounts.			

		Amount in Taka	
		2015	2014
20	Income statement		
	Income :		
	Interest, discount and similar income (note-20.1)	689,035,737	567,256,888
	Dividend income	-	-
	Commission, exchange and brokerage (note-24)	-	-
	Gains less losses arising from dealing in securities	-	-
	Gains less losses arising from dealing in foreign currencies	-	-
	Other operating income (note-25)	55,638,539	62,733,740
	Profit less losses on interest rate changes	-	-
		744,674,276	629,990,628
	Expenses:		
	Interest expenses on deposits, borrowings, etc. (note-22)	356,800,194	330,786,422
	Charges on losses regarding leases, loans and advances	-	-
	Administrative expenses (note-20.2)	44,201,683	42,655,030
	Other operating expenses (note-35)	12,517,383	11,697,123
	Depreciation and repair of company's fixed assets (note-34)	8,134,944	8,443,247
		421,654,204	393,581,822
	Surplus of income over expenditure	323,020,072	236,408,806
20(a)	Income statement (Consolidated)		
	Income :		
	Interest, discount and similar income	739,472,114	582,509,965
	Dividend income	-	-
	Commission, exchange and brokerage	11,322,645	3,182,628
	Gains less losses arising from dealing in securities	-	-
	Gains less losses arising from dealing in foreign currencies	-	-
	Other operating income	55,698,364	62,734,240
	Profit less losses on interest rate changes	-	-
		806,493,123	648,426,833
	Expenses:		
	Interest expenses on deposits, borrowings, etc.	358,508,667	331,366,325
	Charges on losses regarding leases, loans and advances	-	-
	Administrative expenses	46,702,174	43,510,011
	Other operating expenses	13,209,489	12,108,864
	Depreciation and repair of company's fixed assets	8,697,629	8,564,555
		427,117,959	395,549,755
	Surplus of income over expenditure	379,375,164	252,877,078
20.1	Interest, discount and similar income		
	Interest income on leases, loans and advances (note-21)	665,450,088	557,694,518
	Investment income (note-23)	23,585,649	9,562,370
		689,035,737	567,256,888
20.2	Administrative expenses		
	Salary and allowances (note-26)	36,530,731	31,978,029
	Rent, taxes, insurance, electricity, etc. (note-27)	1,750,375	2,187,570
	Legal expenses (note-28)	274,630	190,100
	Postage, stamp, telecommunication etc. (note-29)	423,525	415,357
	Stationery, printing, advertisement etc. (note-30)	1,810,502	1,923,260
	Managing Director's salary and allowances (note-31)	2,851,920	5,410,714
	Directors' fee (note-32)	480,000	475,000
	Audit fee (note-33)	80,000	75,000
		44,201,683	42,655,030
20.3	Administrative expenses for merchant banking unit:		
	Salary & allowances	-	4,074,880
	Telephone, internet and mobile	-	33,606
	CDBL charge	-	188,145
		-	4,296,631

		Amount in Taka	
		2015	2014
21	Interest income on leases, loans and advances:		
	Lease income	117,549,061	200,027,971
	Interest on loans	547,331,728	356,989,689
	Interest during grace period	-	-
	Total interest income on leases, loans and advances	664,880,789	557,017,660
	Interest on balance with banks and other financial institutions	569,299	676,858
		665,450,088	557,694,518
21(a)	Interest income on leases, loans and advances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	665,450,088	557,694,518
	GSP Investments Limited	211,479,026	24,538,499
		876,929,114	582,233,017
	Less: Inter company transaction	161,042,649	9,285,422
		715,886,465	572,947,595
22	Interest expenses on deposits, borrowings, etc. :		
a)	Interest expenses on borrowings :		
	Interest on term loans	108,837,875	89,167,805
	Interest on call loans	2,220,055	7,232,778
	Interest on Bank over draft	1,063,309	1,371,754
	Bank charges	376,325	231,084
		112,497,564	98,003,421
b)	Interest expenses on deposits :	244,302,630	232,783,001
	Total	356,800,194	330,786,422
22(a)	Interest expenses on deposits, borrowings, etc. (consolidated)		
	GSP Finance Company (Bangladesh) Limited	356,800,194	330,786,422
	GSP Investments Limited	162,751,122	9,865,325
		519,551,316	340,651,747
	Less: Inter company transaction	161,042,649	9,285,422
		358,508,667	331,366,325
23	Investment income:		
	Profit on merchant banking unit (9 months)	-	9,562,370
	Dividend on Share	5,200,798	-
	Profit on Share Trading	18,384,851	-
		23,585,649	9,562,370
23(a)	Investment income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	23,585,649	9,562,370
	GSP Investments Limited	-	-
		23,585,649	9,562,370
24	Commission , exchange and brokerage		
	Commission , exchange and brokerage	-	-
		-	-
24(a)	Commission , exchange and brokerage (consolidated)		
	GSP Finance Company (Bangladesh) Limited	-	-
	GSP Investments Limited	11,322,645	3,182,628
		11,322,645	3,182,628

		Amount in Taka	
		2015	2014
25	Other operating income:		
	Income from FDR	2,750,229	1,102,817
	Documentation charge	1,778,117	2,304,344
	Late payment charge	43,187,625	46,455,700
	Service charge	3,779,000	4,992,022
	Transfer fees on lease finance	798,601	4,442,500
	Processing fees	44,000	870,360
	Income from house property	2,227,000	2,421,000
	Interest on call loan	699,650	-
	Profit on sale of fixed assets	274,999	144,997
	Miscellaneous earnings	99,318	-
		55,638,539	62,733,740
25(a)	Other operating income (consolidated)		
	GSP Finance Company (Bangladesh) Limited	55,638,539	62,733,740
	GSP Investments Limited	59,825	500
		55,698,364	62,734,240
26	Salary and allowances:		
	Basic pay and allowances	32,487,111	27,166,937
	Bonus (note-26.1)	2,381,717	3,253,965
	Company's contribution to provident fund	1,061,903	1,197,127
	Retirement benefit and gratuity	600,000	360,000
		36,530,731	31,978,029
26.1	Bonus		
	Festival	2,381,717	3,253,965
	Performance	-	-
		2,381,717	3,253,965
26(a)	Salary and allowances(consolidated)		
	GSP Finance Company (Bangladesh) Limited	36,530,731	31,978,029
	GSP Investments Limited	2,448,207	834,981
		38,978,938	32,813,010
27	Rent, taxes, insurance, electricity, etc.:		
	Rent, rate and taxes	89,612	357,566
	Insurance	742,344	947,683
	Power and electricity	918,419	882,321
		1,750,375	2,187,570
27(a)	Rent, taxes, insurance, electricity, etc.(consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,750,375	2,187,570
	GSP Investments Limited	-	-
		1,750,375	2,187,570
28	Legal expenses :		
	Legal expenses	274,630	190,100
		274,630	190,100
28(a)	Legal expenses (consolidated)		
	GSP Finance Company (Bangladesh) Limited	274,630	190,100
	GSP Investments Limited	-	-
		274,630	190,100

		Amount in Taka	
		2015	2014
29	Postage, stamp, telecommunication etc.:		
	Postage and courier	100,075	185,756
	Telephone, fax, internet and mobile	199,915	174,126
	Stamp and court fee	123,535	75,475
		423,525	415,357
29(a)	Postage, stamp, telecommunication etc. (consolidated)		
	GSP Finance Company (Bangladesh) Limited	423,525	415,357
	GSP Investments Limited	600	-
		424,125	415,357
30	Stationery, printing, advertisement, etc.:		
	Printing and stationery	560,163	530,427
	Advertisement and publicity	1,250,339	1,392,833
		1,810,502	1,923,260
30(a)	Stationery, printing, advertisement, etc. (consolidated)		
	GSP Finance Company (Bangladesh) Limited	1,810,502	1,923,260
	GSP Investments Limited	21,684	-
		1,832,186	1,923,260
31	Managing Director's salary and allowances :		
	Remuneration	2,792,742	4,971,262
	Other benefits	59,178	439,452
		2,851,920	5,410,714
31(a)	Managing Director's salary and allowances (consolidated)		
	GSP Finance Company (Bangladesh) Limited	2,851,920	5,410,714
	GSP Investments Limited	-	-
		2,851,920	5,410,714
32	Directors' fees :		
	Directors fee	480,000	475,000
		480,000	475,000
	Other benefits		
		-	-
		480,000	475,000
Bangladesh Bank vide its DFIM Circular No. 13 dated November 30, 2015, re-fixed the maximum limit of remuneration to the directors for attending meeting of the Board and its committees at Taka 8,000 per meeting per director. The Board of GSP Finance Company (Bangladesh) Limited adopted the said enhanced remuneration on December 20, 2015. Prior to that the said remuneration was Taka 5,000 per meeting per director.			
32(a)	Directors' fees (consolidated)		
	GSP Finance Company (Bangladesh) Limited	480,000	475,000
	GSP Investments Limited	10,000	-
		490,000	475,000
33	Audit fee:		
		80,000	75,000
		80,000	75,000
33(a)	Audit fee (consolidated)		
	GSP Finance Company (Bangladesh) Limited	80,000	75,000
	GSP Investments Limited	20,000	20,000
		100,000	95,000

		Amount in Taka	
		2015	2014
34	Depreciation and repairs of company's assets:		
	Depreciation on company's fixed assets (Annexure-C)	8,043,524	7,844,530
	Repairs of companies fixed assets	91,420	598,717
		8,134,944	8,443,247
34(a)	Depreciation and repairs of company's assets (consolidated)		
	GSP Finance Company (Bangladesh) Limited	8,134,944	8,443,247
	GSP Investments Limited	562,685	121,308
		8,697,629	8,564,555
35	Other operating expenses:		
	Office maintenance	3,797,301	3,352,480
	Travelling and conveyances	827,756	1,224,193
	Motor vehicle running expenses	1,004,408	997,418
	Fees and subscriptions	2,140,957	1,275,186
	Staff welfare	465,057	541,133
	Newspaper, books and periodicals	45,739	35,345
	Staff training and education	60,000	186,520
	Entertainment expenses	764,565	802,907
	Business promotion	1,351,400	1,126,100
	Commission on TDR	597,370	312,141
	Annual General Meeting Expenses (35.1)	1,272,830	1,019,200
	CSR Expenses (35.2)	190,000	824,500
		12,517,383	11,697,123
35.1	Annual General Meeting Expenses		
	Rent for venue	43,370	37,750
	Printing of Annual Reports and data base	1,079,650	818,600
	Publication of Notice	85,920	125,960
	Others	63,890	36,890
		1,272,830	1,019,200
35.2	CSR Expenses		
	Dhaka Metropolitan Police	-	50,000
	Bangladesh Coast Guard	45,000	44,000
	Razabagh Police Head Quarters (National Police week)	75,000	75,000
	Bangladesh Red Crescent Society	-	107,500
	Muktijoddha Museum	-	500,000
	Others	70,000	48,000
		190,000	824,500
35(a)	Other operating expenses(consolidated)		
	GSP Finance Company (Bangladesh) Limited	12,517,383	11,697,123
	GSP Investments Limited	692,106	411,741
		13,209,489	12,108,864

39 Earning per share :

Earning per share (EPS) is calculated in accordance with Bangladesh Accounting Standard No. 33. Earning per share has been calculated as follows:

	2015	2014
Net profit after tax	188,561,860	106,895,244
Number of ordinary shares outstanding	104,632,695	67,504,965
Earning per share	1.80	1.58
Restated earning per share	1.80	1.02

39(a) Earning per share (Consolidated) :

Net profit after tax	199,169,912	115,860,082
Number of ordinary shares outstanding	104,632,695	67,504,965
Earning per share	1.90	1.72
Restated earning per share	1.90	1.11

No diluted EPS is required to be calculated for the year since there was no scope of dilution of share during the year under review.

40 Related party disclosures :

The Company in normal course of business carried out a number of transactions with other parties that fall within the definition of related party as per BAS 24. Related Party Disclosures. These related party loans/Leases were made at the competitive terms including interest rates and collateral requirements, as those offered to other customers of similar terms & conditions.

Name of the related party	Relationship	Nature of Transaction	2015	2014
Karnaphuli Ltd.	Common Directors	Loan/Lease	8,922,568	8,922,568
Container & Terminal service Ltd	Common Directors	Loan/Lease	33,514,003	-
Mr. Seber Hossain Chowdhury	Director	Loan/Lease	4,262,882	4,262,882
			<u>46,699,453</u>	<u>13,185,450</u>

41 Unacknowledged debt :

The Company had no claim against it, which has not been acknowledged as debt at the balance sheet date.

42 Number of employees :

The total number of full time employees of the Company and their remuneration above Tk.48,000/- per annum were 53. There were no employees earning less than Tk. 48,000/- per year.

43 Number of Board meeting and remuneration for attending thereof :

Total number of 05 (five) Board of directors meetings were held during the year and directors remuneration for attending the board meeting was paid as per Company Law and Bangladesh Bank guidelines. No director has been paid any remuneration for any special service rendered.

44 Receivable from directors :

No amount is due from any of the directors of the Company

45 Disclosure regarding branch :

As at December 31, 2015, the company has no branch in or outside of Bangladesh.

46 Disclosure of Executive Committee :

To conform with the Bangladesh Bank guidelines, the Board of Directors of GSP Finance Company (Bangladesh) Limited constituted the Executive Committee of the Board comprising members from the Board and the committee met fifteen times during the year 2015.

47 Disclosure on Audit Committee:

47.1 Particulars of Audit Committee

According to the guidelines of Bangladesh Bank, the Board of Directors of GSP Finance Company (Bangladesh) Limited constituted the Audit Committee of the Board. Details of the committee members are as follows:

Name	Status in the company	Status with the committee
Col. M. Nurul Islam Psc (Retd.)	Independent Director	Chairman
Mr. Saber Hossain Chowdhury	Director	Member
Dr. ATM Shamsul Huda	Independent Director	Member
Mr. Mohamed Abdul Jalil	Director	Member
Mr. Moin U. Haider	Director	Member

47.2 Activities of the audit committee during the year.

In the year 2015 the Audit Committee carried out the following activities:

- Reviewed the financial and other systems including internal control and its reporting procedure;
- Reviewed the duties, responsibilities, functions, degree of independence, due diligence with due care, objectivity and staffing of internal audit department;
- Recommend to the Board regarding appointment of the external auditors and their terms of appointment;
- Reviewed all the operational policies before being approved by the Board;
- Reviewed the effectiveness and independence for the statutory auditors;
- Reviewed along with the management, the quarterly and the half yearly financial statements before submission to the Board for approval;
- Reviewed along with the management, the annual financial statements before submission to the Board for approval;
- Ensured Strict adherence and compliance of the Bangladesh Accounting Standards and recommended the best accounting practices;
- Reviewed the delinquent portfolio and provided suitable guidelines;

47.3 Effective internal control and security documentation of the Company:

Having assessed the internal financial controls, information system and reporting models, the committee is of the opinion that:

- Procedures followed by the management for internal control of the company's activities under the manual set by the management in line with Bangladesh Bank's guidelines are satisfactory.
- Company's assets are reasonably safeguarded and the financial position of the company is on sound footing.
- Overdue and litigation position of the company as stated by the management presents a true and fair view.

48 Subsequent events :

No material events occurred after the balance sheet date, non disclosure of which could affect the ability of the users of the financial statements to make proper evaluation and decisions.

49 Highlights on the overall activities :

Sl no.	Particulars	Amount in Taka	
		2015	2014
1	Paid up capital	1,046,326,950	675,049,650
2	Total eligible capital (note - 15.5.A)	1,675,669,535	1,359,706,205
3	Capital surplus / (deficit)	46,326,950	(324,950,350)
4	Total assets	6,244,266,308	5,211,282,504
5	Total deposits	2,954,368,170	2,204,593,155
6	Total leases, loans and advances	4,689,950,757	4,201,497,488
7	Total contingent liabilities and commitments	-	-
8	Credit deposit ratio	1.59	1.91
9	Percentage of classified leases, loans and advances against total leases, loans and advances	6.48	6.97
10	Profit after provisions and income tax	188,561,860	106,895,244
11	Leases, loans and advances classified for the year	303,849,653	292,896,444
12	Provision kept against classified leases, loans and advances	109,003,696	130,365,725
13	Provision surplus / (deficit)	886,019	518,423
14	Cost of fund	12.67	12.76
15	Interest earning assets	5,537,787,027	4,533,944,144
16	Non-interest earning assets	706,479,281	677,338,360
17	Return on assets (ROA) %	3.02	2.05
18	Return on investment (ROI) %	18.27	12.19
19	Income from investment	23,585,649	9,562,370
20	Earnings per share	1.80	1.58
21	Net Income per share	1.80	1.58
22	Price earnings ratio (times)	8.32	20.90


Company Secretary


Director


Managing Director & CEO

GSP Investments Limited.

(A wholly owned subsidiary of GSP Finance Company (Bangladesh) Limited.)

Director's Report to the Shareholders

The Directors have the pleasure in presenting their Report with the audited financial statements of the company for the year ended December 31, 2015 together with the Auditor's Report and other matters in compliance with The Companies Act 1994.

GSP Investments Limited was incorporated with the Register of Joint Stock Companies & Firms (RJSC) as a Private Limited Company on December 02, 2010 under the Companies Act, 1994 with a view to separate Merchant Banking operation of GSP Finance Company (Bangladesh) Limited. The authorized and paid up capital of the company are Tk. 500 million and Tk. 250 million respectively. It is a wholly owned subsidiary of GSP Finance Company (Bangladesh) Limited which was approved by Bangladesh Securities and Exchange Commission vide their letter no. SEC/Reg/MB/SUB-16/2011/113 dated August 14, 2014. GSP Investments Limited took over all business, operations and services of the Merchant Banking Unit of GSP Finance Company (Bangladesh) Limited on receipt of approval letter from Bangladesh Securities and Exchange Commission (BSEC).

The principal activities of GSP Investments Limited are:

- Issue management,
- Underwriting,
- Portfolio management,
- Margin loan
- Advisory services on securities
- Trading services

GSP Investments Limited provides a high standard of professional services to its local and NRB clients. It has proven track record of serving clients of their total needs, while maintaining strict compliance with regulations and its quality.

Portfolio Management:

GSP Investments Limited offers the following Portfolio Management Services:

- **Non-Discretionary Portfolio Management/ Margin lending:** GSP Investments Limited offers margin loan to portfolio investors following internal policies. Besides facilitating trading (executed at clients direction), collects dividends, subscribe to rights offers and ensure that clients entitlements are well protected arising out of different corporate actions. GSPI's professional research team prepare list of marginable securities and updates it regularly for correct investment decisions.
- **Discretionary Portfolio Management:** GSP Investment's experience team of fund managers manages portfolios on behalf of the clients, both individuals and institutions following a disciplined investment process and structured approach to build the portfolio which is tailored to specific needs of the clients.

Equity Research

- Company Coverage -Research coverage on listed companies and newly listed companies;
- Industries Coverage-Research coverage on industries;
- Economic Coverage-
 - National Budget Review
 - Monetary policy statement Review
 - Economic Review etc
- Price Discovery under Book-Building Method;

Performance Highlights

Despite all the market vulnerabilities the Company earned profit before tax of TK.16.97 million during January 01, 2015 to December 31, 2015. During the year, market capitalization as well as turnover witnessed significant drop impacting our management fees, transaction and settlement fees.

Human Resource Development

GSP Investments Limited continues to develop and implement proper human resource policies to motivate and improve the quality of employees and ensure their optimum contribution towards the achievement of the company goals. Adequate training facilities are arranged for the employees to improve their knowledge and efficiency

Future Outlook:

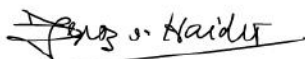
- Emergence of capital raising as a new revenue source of the issue Management Company
- Prospect of accumulation of strategic investments.
- Focus on sustaining our leadership position in investment banking.
- Positioning our research as top-notch and internationally benchmarked.
- Managing the downside risk of Margin Loan.

Distribution of Profit for 2015:

The Company made a profit after provision and tax of TK. 10.61 million for the year 2015. The Board proposed not to pay any dividend to the shareholders for the year 2015.

Appointment of Auditors:

The Company shall at each Annual General Meeting, appointment an auditor to hold office until the next annual general meeting. The auditors of the company M/s. Kazi Zahir Khan & Co. Chartered Accountants has completed their audit for the year 2015 and the Board of Directors of the company recommended for appointment of M/s. Malek Siddiqui Wali, Chartered Accountants as Auditors of the company for the year 2016.



Feroz U. Haider
Chairman



Kazi Zahir Khan & Co.
CHARTERED ACCOUNTANTS

কাজী জহির খান এন্ড কোং
চার্টার্ড একাউন্ট্যান্টস।

Partners :
KAZI ZAHIRUL KABIR
B.Com. (Hons.) M.Com. FCA.
NURUL HOSSAIN KHAN
B.Com. FCA.

AUDITORS' REPORT TO THE SHAREHOLDERS
of
GSP Investments Limited.

We have audited the accompanying financial statements of GSP INVESTMENTS LIMITED, which comprises the statement of financial position as at 31 December 2015, related statement of comprehensive income, statement of changes in equity and statement of cash flow for the period then ended, and a summary of significant accounting policies and other explanatory notes

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards (BASs) & Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994 and other applicable laws and regulations. This responsibility includes: designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of financial statement that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion, the financial statement prepared in accordance with Bangladesh Accounting Standards (BASs) & Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the company's affairs as at 31 December, 2015 and of the results of its operations for the period then ended and comply with the companies Act 1994 and other applicable laws and regulations.

Further to our opinion in the above paragraph, we state that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of accounts as required by law have been kept by the company, so far as it appeared from our examination of those books;
- (iii) Company's Statement of financial position, statement of comprehensive Income, statement of cash flow and Statement of Changes in Equity dealt with by the report are in agreement with the books of account and returns
- (iv) the expenditure incurred was for the purpose of the company's business.

Dated, Dhaka
March 22, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP INVESTMENTS LIMITED

BALANCE SHEET

As at 31 December, 2015

	Amount in Taka	
	Dec. 31, 2015	Dec. 31, 2014
ASSETS		
Non Current Assets:	2,246,096	1,448,821
Property, plant and equipments	2,246,096	1,448,821
Investment	19,885,630	-
Current assets:	1,342,544,286	1,147,221,949
Margin loan to portfolio clients	1,337,455,805	1,143,916,365
Accounts Receivable	-	640,054
Advance Income Tax	195,984	68,021
Cash & cash equivalents	4,892,497	2,597,509
Total	1,364,676,012	1,148,670,770
EQUITY AND LIABILITIES		
Shareholders equity:	269,572,891	258,964,838
Share Capital	250,000,000	250,000,000
Retained Earnings	19,572,891	8,964,838
Current Liabilities:	1,095,103,122	889,705,932
Borrowing from Banks & Financial Institutions	1,039,235,154	878,117,016
Portfolio investors' fund	2,472,043	4,020,296
Accounts payable	-	15,186
Provision for diminution in value of investments	636,343	-
Provision for Margin Loan	40,870,396	2,124,532
Provision for Income Tax	11,743,737	5,378,902
Other Liabilities	145,449	50,000
Total	1,364,676,012	1,148,670,770
Net Assets Value (NAV) per Share	10.78	10.36


Company Secretary


Director


CEO/Managing Director (C.C.)

Signed as per our annexed report of even date

Dated, Dhaka
March 22, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP INVESTMENTS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2015

	Amount in Taka	
	2015	2014 (Oct-Dec)
OPERATING INCOME		
Interest Income	211,479,026	24,538,499
Less: Interest expenses	162,751,122	9,865,325
Net Interest Income	48,727,904	14,673,174
Investment Income	-	-
Commission, exchange and brokerages	11,322,645	3,182,628
Other operating income	59,825	500
	11,382,470	3,183,128
Total operating income(a)	60,110,374	17,856,302
OPERATING EXPENSES		
Salary and allowances	2,448,207	834,981
Postage & stamps	600	-
Printing & Stationary	21,684	-
Directors' fees	10,000	-
Depreciation on property, plant and equipments	562,685	121,308
Other Operating expenses	712,104	431,741
Total operating expenses(b)	3,755,280	1,388,030
Profit before provision (c = a-b)	56,355,094	16,468,272
Provision for diminution in value of investments	636,343	-
Provision for Margin Loan	38,745,864	2,124,532
Total profit before tax	16,972,887	14,343,740
Provision for tax	6,364,834	5,378,902
Net profit after tax	10,608,053	8,964,838
Other comprehensive income	-	-
Total Comprehensive Income	10,608,053	8,964,838
Earning per share (EPS)	0.42	0.36


Company Secretary


Director


CEO/Managing Director (C.C.)

Signed as per our annexed report of even date

Dated, Dhaka
March 22, 2016


Kazi Zahir Khan & Co.
Chartered Accountants

GSP FINANCE COMPANY (BANGLADESH) LIMITED

INVESTMENT IN SHARES
AS AT 31 DECEMBER 2015

ANNEXURE - A

Sl. No.	Name of the issuer company	No. of Shares	Cost price as at 31 Dec. 2015 (Tk)	Market Price as at 31 Dec. 2015 (Tk.)	Provision required as at 31 Dec. 2015 (Tk.)
Investment in quoted shares:					
1	Aftab Automobiles	694,400	50,390,408	41,025,152	(9,365,256)
2	AB Bank First Mutual Fund	20,000	95,514	93,800	4,286
3	BSRM Steels Limited	45,000	4,599,459	4,013,550	(585,909)
4	Delta Life	24,475	2,815,271	2,594,105	(221,165)
5	Delta Spinners	209,648	2,096,480	2,211,787	115,307
6	Exim Bank	44,000	366,333	388,080	1,747
7	EBL First Mutual Fund	169,972	1,410,038	781,871	(628,167)
8	EBL NRB MF	25,000	104,946	110,250	5,304
9	GP	48,785	13,390,884	13,967,145	576,261
10	ICB Islami Bank	100,900	565,884	445,978	(139,906)
11	ICB AMCL2ND	3,000	13,526	13,950	424
12	ICB 3RD NRB	100,000	404,354	423,000	18,646
13	Jamuna Oil Company Limited	15,230	2,737,188	2,941,675	204,487
14	Keya Cosmetics	52,800	1,166,509	866,448	(300,061)
15	Lanka Bangla Finance Ltd.	21,050	1,340,852	619,081	(721,772)
16	Lafarge Surma Cement	4,000	338,642	398,960	60,318
17	Metro Spinning	75,075	1,934,376	713,963	(1,220,412)
18	NBL	181,500	2,051,649	1,854,930	(196,719)
19	NCC Bank	30,250	391,521	274,973	(116,549)
20	Peoples Leasing and Fin. Services Ltd.	181,498	6,838,382	2,709,765	(4,128,617)
21	Republic Insurance Company Limited	20,000	529,367	287,800	(241,567)
22	RAK Ceramic	4,000	260,294	280,080	19,786
23	Reliance1	10,000	65,124	71,100	5,976
24	Southeast Bank 1st Mutual Fund	330,000	3,000,000	2,897,400	(102,600)
25	Southeast Bank	86,500	1,634,876	1,489,530	(145,346)
26	Square Text.	16,945	1,240,032	1,271,044	31,013
27	Summit Power Limited	576,449	25,980,458	21,518,841	(4,461,617)
28	Trust Bank First Mutual Fund	30,000	130,748	141,900	11,152
29	Union Capital Limited	48,400	1,465,354	694,056	(771,298)
30	Uttara Bank	12,100	390,975	259,093	(132,882)
Investment in unquoted shares:					
31	ADN Telecom Ltd.	350,000	10,500,000	10,500,000	-
32	CDBL	256,945	2,569,450	2,569,450	-
33	Energypac Power Generation Ltd.	1,136,000	49,984,000	49,984,000	-
34	ACME Laboratories Ltd.	769,200	39,998,400	39,998,400	-
Total			230,841,294	208,416,157	(22,425,137)
Provision made on investment in share					22,425,137
1% Provision made on investment in portfolio A/C					10,392,352
Balance as at 31 December 2015					<u>32,817,489</u>

*Investment in quoted shares
*Investment in unquoted shares
Total:

Cost Price
127,789,444
103,051,850
<u>230,841,294</u>

GSP FINANCE COMPANY (BANGLADESH) LIMITED

SCHEDULE OF FIXED ASSETS (CONSOLIDATED)

AS AT 31 DECEMBER 2015

ANNEXURE - B

SL No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.12.15
		Opening Balance on 01.01.15	Addition during the year	Adjustment during the year	Closing Balance as on 31.12.15		Opening Balance on 01.01.15	Charged during the year	Adjustment During the year	Closing Balance as on 31.12.15	
1	Land & Land Development	288,150,000	-	-	288,150,000	-	-	-	-	-	288,150,000
2	Office Building	19,435,532	-	-	19,435,533	10	12,895,349	1,779,103	-	14,674,452	4,761,080
3	Office Equipment	14,928,937	6,236,294	-	21,165,232	20	11,809,837	1,140,059	-	12,949,896	8,215,336
4	Furniture & Fixtures	8,195,909	152,247	-	8,348,156	10	6,274,209	322,955	-	6,597,163	1,750,993
5	Software	1,340,000	-	-	1,340,000	20	649,000	268,000	-	917,000	423,000
6	Office Decoration	695,534	-	-	695,534	10	379,936	69,553	-	399,489	296,045
7	Telephone Systems	1,183,291	-	-	1,183,291	20	930,546	60,117	-	990,663	192,628
8	Motor Vehicle	16,384,646	1,231,233	6,000,000	11,615,879	20	8,466,511	2,219,236	4,768,766	5,916,981	5,698,898
9	Electrical Goods & Installation	4,095,278	-	-	4,095,278	20	1,691,361	652,115	-	2,343,476	1,751,802
10	Generator & Installation	1,128,896	-	-	1,128,896	20	1,128,896	-	-	1,128,896	-
11	House Property	20,950,712	-	-	20,950,712	10	16,405,445	2,095,071	-	18,500,516	2,450,196
	Total	376,488,735	7,619,774	6,000,000	378,108,509		60,581,089	8,606,209	4,768,766	64,418,532	313,689,977

GSP FINANCE COMPANY (BANGLADESH) LIMITED
SCHEDULE OF FIXED ASSETS
AS AT 31 DECEMBER 2015

ANNEXURE - C

Sl No.	Particulars	COST				Rate %	DEPRECIATION				Written Down Value as on 31.12.15
		Opening Balance on 01.01.15	Addition during the year	Adjustment during the year	Closing Balance as on 31.12.15		Opening Balance on 01.01.15	Charged during the year	Adjustment During the year	Closing Balance as on 31.12.15	
1	Land & Land Development	288,150,000	-	-	288,150,000	-	-	-	-	-	288,150,000
2	Office Building	19,435,532	-	-	19,435,533	10	12,895,349	1,779,103	-	14,674,452	4,761,080
3	Office Equipment	14,213,694	6,135,694	-	20,349,389	20	11,462,857	985,294	-	12,458,151	7,891,237
4	Furniture & Fixtures	8,149,601	124,120	-	8,273,721	10	6,251,860	315,778	-	6,567,638	1,706,083
5	Telephone Systems	1,183,291	-	-	1,183,291	20	930,546	60,117	-	990,663	192,628
6	Motor Vehicle	16,384,646	-	6,000,000	10,384,646	20	8,463,511	2,146,046	4,768,766	5,843,791	4,540,855
7	Electrical Goods & Installation	4,095,278	-	-	4,095,278	20	1,691,361	652,115	-	2,343,476	1,751,802
8	Generator & Installation	1,128,896	-	-	1,128,896	20	1,128,896	-	-	1,128,896	-
9	House Property	20,950,712	-	-	20,950,712	10	16,405,445	2,095,071	-	18,500,516	2,450,196
	Total	373,691,648	6,259,814	6,000,000	373,951,462		59,232,824	8,043,524	4,768,766	62,507,582	311,443,881

Shareholders' Note :

Shareholders' Note :



GSP Finance Company (Bangladesh) Limited

1, Paribagh, Mymensingh Road,
Dhaka-1000.

PROXY FORM

I/We.....
of.....being a shareholder
of GSP Finance Company (Bangladesh) Limited do hereby appoint
Mr./Mrs.....
of.....
(or failing his/her)
Mr./Mrs.....
of.....as my/our Proxy
to attend and vote on my/our behalf at the 21st Annual General Meeting of the Company to be held on May 15, 2016,
Sunday at 11 a.m. at the 'Trust Milonayaton' 545 Old Airport Road, Dhaka Cantonment, Dhaka. or at any adjournment thereof
or any ballot to be taken in consequence thereof.
Signed this.....day of May, 2016

Signature of the proxy

Signature of the Shareholder(s)

BO ID No.....

Revenue
Stamp of
Tk. 20/=

No of shares being held.....

Notes:

- I). This Form of Proxy, duly completed must be deposited at least 48 hours before the meeting of the Company's Registered Office. Proxy is invalid if not signed and stamped as indicated above.
- II). Signature of the Shareholder should agree with the specimen signature registered with the Company.



GSP Finance Company (Bangladesh) Limited

1, Paribagh, Mymensingh Road,
Dhaka-1000.

ATTENDANCE SLIP

I/We hereby record my/our attendance at the 21st Annual General Meeting of the Company to be held on May 15, 2016, Sunday at 11 a.m. at the 'Trust Milonayaton' 545 Old Airport Road, Dhaka Cantonment, Dhaka.

Name of the shareholder(s) / Proxy (in Block Letters).....

BO ID No.....

No of shares being held.....

Date:

Signature of the Shareholder(s)/Proxy

N.B.: Shareholders attending the meeting in person or by proxy are requested to complete Attendance Slip and deposit the same at the entrance of the meeting hall.

Members may please note that no gift or benefits in cash or kind shall be given at the AGM.



GSP FINANCE COMPANY (BANGLADESH) LIMITED

1, Paribagh, Mymensingh Road, Dhaka-1000.

PABX: (880-2) 9674306, 9674425, FAX : (880-2) 9674194

E-mail : info@gspfinance.com, Web : www.gspfinance.com